

BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION
AND
INDEPENDENT AUDITOR'S REPORTS

YEAR ENDED

DECEMBER 31, 2021

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH**

TABLE OF CONTENTS

PART I

	<u>Pages</u>
Independent Auditor's Report	1-4
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards	5-6
Financial Statements – Regulatory Basis:	<u>Exhibit</u>
<u>Current Fund</u>	
Comparative Balance Sheet – Regulatory Basis	A
Statements of Operations and Change in Fund Balance – Regulatory Basis	A-1
Statement of Revenues – Regulatory Basis	A-2
Statement of Expenditures – Regulatory Basis	A-3
<u>Trust Fund</u>	
Comparative Balance Sheet – Regulatory Basis	B
<u>General Capital Fund</u>	
Comparative Balance Sheet – Regulatory Basis	C
Statement of Fund Balance – Regulatory Basis	C-1
<u>Beach Utility Fund</u>	
Comparative Balance Sheet – Regulatory Basis	D
Statements of Operations and Change in Fund Balance – Regulatory Basis	D-1
Statement of Fund Balance – Regulatory Basis	D-2
Statement of Revenues – Regulatory Basis	D-3
Statement of Expenditures – Regulatory Basis	D-4
<u>Sewer Utility Fund</u>	
Comparative Balance Sheet – Regulatory Basis	E
Statements of Operations and Change in Fund Balance – Regulatory Basis	E-1
Statement of Fund Balance - Regulatory Basis	E-2
Statement of Revenues – Regulatory Basis	E-3
Statement of Expenditures – Regulatory Basis	E-4
<u>Public Assistance Fund</u>	
Comparative Balance Sheet – Regulatory Basis	F
<u>General Fixed Assets Account Group</u>	
Comparative Balance Sheet – Regulatory Basis	G
Notes to Financial Statements	<u>Pages</u> 7-45

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH**

TABLE OF CONTENTS

PART II

Supplementary Information:	Exhibit
<u>Current Fund</u>	
Schedule of Cash	A-4
Schedule of Due from State of New Jersey - Various Payables	A-5
Schedule of Taxes Receivable and Analysis of Property Tax Levy	A-6
Schedule of Tax Title Liens Receivable	A-7
Schedule of Due to/from State of New Jersey - Senior Citizens' and Veterans' Deductions	A-8
Schedule of Revenue Accounts Receivable	A-9
Schedule of Interfunds Receivable/(Payable)	A-10
Schedule of Appropriation Reserves	A-11
Schedule of Reserve for Encumbrances	A-12
Schedule of Prepaid Taxes	A-13
Schedule of County Taxes Payable	A-14
Schedule of Tax Overpayments	A-15
Schedule of Local School Taxes Payable	A-16
Schedule of Various Reserves	A-17
Schedule of Accounts Payable	A-18
Schedule of Due from Current Fund - Grant Fund	A-19
Schedule of State and Federal Grants Receivable	A-20
Schedule of Reserve for Grants - Appropriated - Grant Fund	A-21
Schedule of Reserve for Grants - Unappropriated - Grant Fund	A-22
<u>Trust Fund</u>	
Schedule of Cash	B-1
Schedule of Due to State of New Jersey - Animal Control Trust Fund	B-2
Schedule of Reserve for Animal Control Fund Expenditures - Animal Control Trust Fund	B-3
Schedule of Other Accounts Receivable	B-4
Schedule of Due to Current Fund - Trust Other Fund	B-5
Schedule of Various Reserves - Trust Other Fund	B-6
<u>General Capital Fund</u>	
Schedule of Cash	C-2
Schedule of Analysis of General Capital Cash	C-3
Schedule of Deferred Charges to Future Taxation - Funded	C-4
Schedule of Deferred Charges to Future Taxation - Unfunded	C-5
Schedule of Grants Receivable	C-6
Schedule of Due from Current Fund	C-7
Schedule of Due to Beach Utility Capital Fund	C-8
Schedule of Due to Sewer Utility Capital Fund	C-9
Schedule of Due from Beach Utility Operating Fund	C-10
Schedule of Due from Sewer Utility Operating Fund	C-11
Schedule of Obligations under Capital Leases - Unfunded	C-12
Schedule of Serial Bonds	C-13
Schedule of Bond Anticipation Notes	C-14
Schedule of Capital Lease Obligations Payable	C-15
Schedule of Green Trust Loans Payable	C-16
Schedule of Improvement Authorizations	C-17
Schedule of Capital Improvement Fund	C-18
Schedule of Reserve for Encumbrances	C-19
Schedule of Reserve for Grants Receivable	C-20
Schedule of Various Reserves	C-21
Schedule of Bonds and Notes Authorized But Not Issued	C-22

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH**

TABLE OF CONTENTS

**PART II
(Continued)**

Supplementary Information:	Exhibit
<u>Beach Utility Fund</u>	
Schedule of Cash	D-5
Schedule of Analysis of Beach Utility Capital Fund Cash	D-6
Schedule of Due to Current Fund - Beach Utility Operating Fund	D-7
Schedule of Due from Beach Utility Capital Fund	D-8
Schedule of Fixed Capital	D-9
Schedule of Fixed Capital Authorized and Uncompleted	D-10
Schedule of Appropriation Reserves	D-11
Schedule of Reserve for Encumbrances - Beach Utility Operating Fund	D-12
Schedule of Accrued Interest Payable	D-13
Schedule of Prepaid Revenue	D-14
Schedule of Various Reserves	D-15
Schedule of Serial Bonds	D-16
Schedule of Bond Anticipation Notes	D-17
Schedule of Improvement Authorizations	D-18
Schedule of Due to Beach Utility Operating Fund - Beach Utility Capital Fund	D-19
Schedule of Reserve for Encumbrances - Beach Utility Capital Fund	D-20
Schedule of Capital Improvement Fund	D-21
Schedule of Various Reserves - Beach Utility Capital Fund	D-22
Schedule of Reserve for Amortization	D-23
Schedule of Reserve for Deferred Amortization	D-24
Schedule of Bonds and Notes Authorized But Not Issued	D-25
<u>Sewer Utility Fund</u>	
Schedule of Cash	E-5
Schedule of Analysis of Sewer Utility Capital Fund Cash	E-6
Schedule of Due from Sewer Utility Capital Fund	E-7
Schedule of Consumer Accounts Receivable	E-8
Schedule of Fixed Capital	E-9
Schedule of Fixed Capital Authorized and Uncompleted	E-10
Schedule of Appropriation Reserves	E-11
Schedule of Reserve for Encumbrances - Sewer Utility Operating Fund	E-12
Schedule of Consumer Overpayments	E-13
Schedule of Prepaid Sewer Rents	E-14
Schedule of Accrued Interest Payable	E-15
Schedule of Various Reserves - Sewer Utility Operating Fund	E-16
Schedule of Serial Bonds	E-17
Schedule of Bond Anticipation Notes	E-18
Schedule of NJ Infrastructure Bank Note Payable	E-19
Schedule of NJ Infrastructure Bank Loans Payable	E-20
Schedule of Due to Sewer Utility Operating Fund	E-21
Schedule of Improvement Authorizations	E-22
Schedule of Encumbrances Payable - Sewer Utility Capital Fund	E-23
Schedule of Capital Improvement Fund	E-24
Schedule of Various Reserves - Sewer Utility Capital Fund	E-25
Schedule of Reserve for Amortization	E-26
Schedule of Reserve for Deferred Amortization	E-27
Schedule of Due from NJ Infrastructure Bank	E-28
Schedule of Reserve for Debt Service	E-29
Schedule of Reserve for Loan due from NJ Infrastructure Bank	E-30
Schedule of Bonds and Notes Authorized But Not Issued	E-31

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH**

TABLE OF CONTENTS

	PART II (Continued)	<u>Exhibit</u>
Supplementary Information:		
<u>Public Assistance Trust Fund</u>		
Schedule of Cash		F-1
Schedule of Public Assistance Cash and Reconciliation		F-2
Schedule of due to Current Fund		F-3
Schedule of Reserve for Public Assistance		F-4
<u>General Fixed Assets Account Group</u>		
Schedule of Investment in General Fixed Assets		G-1
	 PART III	
<u>Comments Section</u>		 <u>Pages</u> 46-48
	 PART IV	
<u>Comments and Recommendations</u>		49-51

BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

PART I

INDEPENDENT AUDITOR'S REPORTS

FINANCIAL STATEMENTS

NOTES TO FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2021

Oliwa & Company

Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Members
of the Borough Council
Borough of Bradley Beach
County of Monmouth
Bradley Beach, New Jersey

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying balance sheets - regulatory basis of the various funds and the general fixed assets account group of the Borough of Bradley Beach, County of Monmouth, State of New Jersey (the "Borough") as of December 31, 2021, and the related statement of operations and change in fund balance - regulatory basis for the year then ended, the related statement of fund balance - regulatory basis for the year then ended, the statement of revenues - regulatory basis for the year then ended and the statement of expenditures - regulatory basis for the year then ended of the various funds, and the related notes to the financial statements, which collectively comprise the Borough's basic financial statements as listed in the table of contents.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to above present fairly, in all material respects, the balance sheets - regulatory basis of the various funds and the general fixed assets account group of the Borough as of December 31, 2021, and the statement of operations and change in fund balance - regulatory basis for the year then ended, the statement of fund balance - regulatory basis for the year then ended, the statement of revenues - regulatory basis for the year then ended and the statement of expenditures - regulatory basis for the year then ended of the various funds in accordance with the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey as described in Note 1.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter described in the Basis for Unmodified and Adverse Opinions section of our report, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Borough as of December 31, 2021, or the results its operations and the changes in fund balance for the year then ended.

Basis for Unmodified and Adverse Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States and the audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Our responsibilities under those standards and provisions are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Borough, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our unmodified and adverse audit opinions.

Matter Giving Rise to Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1, the financial statements are prepared by the Borough on the basis of the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the Division of Local Government Services, Department of Community Affairs, State of New Jersey. The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material and pervasive.

Other Matter

The financial statements of the Borough for the year ended December 31, 2020, were audited by another auditor, who expressed an adverse opinion as to conformity with accounting principles generally accepted in the United State of America and an unmodified opinion as to conformity with the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Borough's ability to continue as a going concern for twelve months beyond the financial statement date, including any information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Borough's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Borough's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Supplementary Information


Our audit was conducted for the purpose of forming opinions on the financial statements - regulatory basis that collectively comprise the Borough's basic financial statements. The supplementary schedules as listed in the table of contents are presented for purposes of additional analysis as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements.

Supplementary Information (continued)

The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated November 21, 2022, on our consideration of the Borough's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Borough's internal control over financial reporting and compliance.



Robert S. Oliwa
Certified Public Accountant
Registered Municipal Accountant #414

Oliwa & Company

Freehold, New Jersey
November 21, 2022

Oliwa & Company

Certified Public Accountants

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL
OVER FINANCIAL REPORTING AND ON COMPLIANCE
AND OTHER MATTERS BASED ON AN
AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

To the Honorable Mayor and
Members of the Borough Council
Borough of Bradley Beach
County of Monmouth
Bradley Beach, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States and the audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the regulatory basis financial statements of the Borough of Bradley Beach, County of Monmouth, State of New Jersey (the "Borough") as of and for the year ended December 31, 2021, and the related notes to the regulatory basis financial statements, which collectively comprise the Borough's basic financial statements and have issued our report thereon dated November 21, 2022, in which we expressed an adverse opinion on the conformity of the regulatory basis financial statements with accounting principles generally accepted in the United States of America, due to the differences between those principles and the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey. We expressed an unmodified opinion on the regulatory basis financial statements of the various funds and the general fixed assets account group as to conformity with the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the regulatory basis financial statements, we considered the Borough's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the regulatory basis financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Borough's internal control. Accordingly, we do not express an opinion on the effectiveness of the Borough's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Report on Internal Control Over Financial Reporting (continued)

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

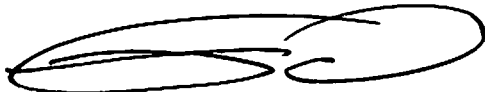
Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Borough's regulatory basis financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

However, we did identify certain matters that are not required to be reported under Government Auditing Standards that we reported to management in the accompanying comments and recommendations section.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Robert S. Oliwa
Certified Public Accountant
Registered Municipal Accountant #414

Oliwa & Company

Freehold, New Jersey
November 21, 2022

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
CURRENT FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
DECEMBER 31, 2021 AND 2020**

	<u>Reference</u>	<u>2021</u>	<u>2020</u>
<u>Assets</u>			
Cash and Cash Equivalents	A-4	\$ 4,557,470.71	\$ 4,450,104.79
Change Funds	A	551.00	551.00
Petty Cash	A	<u>1,101.81</u>	<u>651.81</u>
		<u>4,559,123.52</u>	<u>4,451,307.60</u>
Receivables With Full Reserves:			
Taxes Receivable	A-6	177,587.92	232,706.59
Tax Title Liens Receivable	A-7	1,739.27	1,644.34
Revenue Accounts Receivable	A-9	3,396.98	4,234.75
Interfunds Receivable	A-10	<u>267,778.02</u>	<u>257,106.44</u>
		<u>450,502.19</u>	<u>495,692.12</u>
Deferred Charges:			
Overexpenditure of Appropriations	A	<u>31,434.98</u>	<u>-</u>
		<u>5,041,060.69</u>	<u>4,946,999.72</u>
Grant Fund:			
Grants Receivable	A-20	102,514.54	30,519.40
Due from Current Fund	A-19	<u>252,819.68</u>	<u>30,705.50</u>
		<u>355,334.22</u>	<u>61,224.90</u>
Total Assets		<u>\$ 5,396,394.91</u>	<u>\$ 5,008,224.62</u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
CURRENT FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
DECEMBER 31, 2021 AND 2020**

	<u>Reference</u>	<u>2021</u>	<u>2020</u>
<u>Liabilities, Reserves and Fund Balance</u>			
Operating Fund:			
Appropriation Reserves	A-3	\$ 305,949.19	\$ 689,616.04
Due to State of New Jersey - Senior Citizens' and Veterans' Deductions	A-8	3,033.71	2,563.71
Reserve for Encumbrances	A-12	186,121.66	79,694.84
Interfunds Payable	A-10	402,709.90	141,127.37
Prepaid Taxes	A-13	252,393.56	218,392.90
Prepaid Mercantile	A	3,617.00	-
Prepaid Special Parking	A	1,000.00	-
Prepaid Prevention Fees	A	2,200.00	-
Tax Overpayments	A-15	3,749.86	20,436.48
County Taxes Payable	A-14	23,691.58	11,503.17
Local District School Tax Payable	A-16	281,682.00	217,470.00
Various Reserves	A-17	182,644.77	139,281.63
Accounts Payable	A-18	5,489.00	-
Due to State of New Jersey - Various Payables	A-5	2,926.00	4,996.00
		<u>1,657,208.23</u>	<u>1,525,082.14</u>
Reserve for Receivables	A	450,502.19	495,692.12
Fund Balance	A-1	<u>2,933,350.27</u>	<u>2,926,225.46</u>
		<u>5,041,060.69</u>	<u>4,946,999.72</u>
Grant Fund:			
Encumbrances Payable	A-21	2,583.59	-
Reserve for Grant Expenditures - Appropriated	A-21	350,830.63	61,224.90
Reserve for Grants - Unappropriated	A-22	1,920.00	-
		<u>355,334.22</u>	<u>61,224.90</u>
Total Liabilities, Reserves and Fund Balance		<u><u>\$ 5,396,394.91</u></u>	<u><u>\$ 5,008,224.62</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
CURRENT FUND
STATEMENTS OF OPERATIONS AND CHANGE IN FUND BALANCE
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2021 AND 2020**

	<u>2021</u>	<u>2020</u>
Revenue and Other Income Realized:		
Fund Balance Utilized	\$ 1,100,000.00	\$ 897,000.00
Miscellaneous Revenue Anticipated	1,592,459.01	1,653,771.46
Receipts From Delinquent Taxes	210,475.58	242,277.00
Receipts From Current Taxes	17,924,574.99	17,653,893.00
Non-Budget Revenue	148,589.12	59,952.00
Other Credits To Income:		
Unexpended Balance of Appropriation Reserves	543,921.32	772,526.00
Cancellation of Appropriations Payable	-	113,981.00
Interfunds Returned	26,092.88	50.00
	<u>21,546,112.90</u>	<u>21,393,450.46</u>
Total Revenue		
Expenditures:		
Budget Appropriations Within "CAPS"		
Operations:		
Salaries and Wages	4,073,598.43	3,950,105.00
Other Expenses	3,099,266.16	2,893,370.00
Deferred Charges and Statutory Expenditures	999,940.55	987,793.00
Budget Appropriations Outside "CAPS"		
Salaries and Wages	-	740,649.00
Other Expenses	894,567.61	-
Capital Improvements	80,000.00	65,000.00
Debt Service	711,884.76	900,254.00
Prior Year Senior Citizens' Disallowed	250.00	-
Grant Fund Prior Year Adjustment	19,967.21	-
Refund Prior Year Revenue	38,608.25	-
Reconciliation Adjustment	-	44,669.00
Interfund Advanced	38,639.46	164,960.00
County Taxes	3,871,359.68	3,837,657.00
Due to the County for Added and Omitted Taxes	23,854.96	11,647.00
Local District School Tax	6,618,486.00	5,826,090.00
	<u>20,470,423.07</u>	<u>19,422,194.00</u>
Total Expenditures		
Excess in Revenue	1,075,689.83	1,971,256.46
Adjustments to Income before Fund Balance:		
Expenditures Included Above Which are by Statute		
Deferred Charges to Budget of Succeeding Year	31,434.98	-
	<u>1,107,124.81</u>	<u>1,971,256.46</u>
Statutory Excess To Fund Balance		
Fund Balance, January 1	2,926,225.46	1,851,969.00
	4,033,350.27	3,823,225.46
Decreased By:		
Utilized as Anticipated Revenue	1,100,000.00	897,000.00
	<u>1,100,000.00</u>	<u>897,000.00</u>
Fund Balance, December 31	<u>\$ 2,933,350.27</u>	<u>\$ 2,926,225.46</u>

The accompanying Notes to Financial Statements are an integral part of this statement.

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2021**

	<u>Budget</u>	<u>Chapter 159</u>	<u>Realized</u>	<u>Excess/ (Deficit)</u>
Surplus Anticipated	\$ 1,100,000.00	\$ -	\$ 1,100,000.00	\$ -
Miscellaneous Revenues:				
Licenses:				
Alcoholic Beverages	20,000.00	-	20,500.00	500.00
Other	5,500.00	-	6,302.00	802.00
Fees and Permits	45,000.00	-	65,689.16	20,689.16
Fines and Costs:				
Municipal Court	125,000.00	-	91,318.79	(33,681.21)
Interest and Costs on Taxes	30,000.00	-	39,122.10	9,122.10
Parking Meters	100,000.00	-	69,385.82	(30,614.18)
Interest on Investments and Deposits	7,500.00	-	80.51	(7,419.49)
Cable TV Franchise Fees	53,000.00	-	47,944.00	(5,056.00)
Concession Rents	45,000.00	-	-	(45,000.00)
Cell Tower Rental Fee	60,000.00	-	65,152.52	5,152.52
Anticipated Sewer Utility Operating Surplus	100,000.00	-	100,000.00	-
Energy Receipts Tax (P.L. 1997, Chapters 162 & 167)	355,290.00	-	355,290.00	-
Uniform Construction Code Fees	140,000.00	-	223,424.00	83,424.00
Municipal Court Shared Services - Borough of Avon	35,000.00	-	36,500.00	1,500.00
Municipal Court Shared Services - Borough of Allenhurst	49,000.00	-	49,980.00	980.00
Neptune City Prisoner Holding System	13,200.00	-	13,200.00	-
Code Enforcement Permits	50,000.00	-	59,458.35	9,458.35
Body Armor Replacement Program	1,604.89	-	1,604.89	-
Recycling Tonnage Grant	5,181.87	-	5,181.87	-
Clean Communities Program	-	12,893.14	12,893.14	-
Body Worn Camera Grant	-	59,102.00	59,102.00	-
American Rescue Plan	-	217,082.58	217,082.58	-
Believe in Reading	-	2,500.00	2,500.00	-
Libraries Transforming Communities	-	3,000.00	3,000.00	-
NJSL + Partners Literacy Grant	-	16,967.21	16,967.21	-
Uniform Fire Safety Act	1,300.00	-	372.45	(927.55)
Library Payment of Services	2,275.00	-	-	(2,275.00)
Verizon Franchise Fees	31,000.00	-	30,407.62	(592.38)
Total Miscellaneous Revenues	1,274,851.76	311,544.93	1,592,459.01	6,062.32
Receipts From Delinquent Taxes	200,000.00	-	210,475.58	10,475.58
Subtotal General Revenues	2,574,851.76	311,544.93	2,902,934.59	16,537.90

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2021**

	<u>Budget</u>		<u>Realized</u>	<u>Excess/ (Deficit)</u>
Property Taxes for Support of Municipal				
Local Tax for Municipal Purposes Including Reserve for Uncollected Taxes	6,998,129.97	-	7,325,888.77	327,758.80
Minimum Library Tax	492,235.92	-	492,235.92	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total Amount to be Raised by Taxes for Support of Municipal Budget	7,490,365.89	-	7,818,124.69	327,758.80
	<hr/>	<hr/>	<hr/>	<hr/>
Total General Revenues	10,065,217.65	311,544.93	10,721,059.28	344,296.70
Non-Budget Revenue	-	-	148,589.12	148,589.12
	<hr/>	<hr/>	<hr/>	<hr/>
	<u>\$ 10,065,217.65</u>	<u>\$ 311,544.93</u>	<u>\$ 10,869,648.40</u>	<u>\$ 492,885.82</u>

Analysis of Realized Revenue

Revenue From Collections	\$ 17,924,574.99
Allocated To:	
Local School District	\$ 6,618,486.00
County Taxes	<u>3,895,214.64</u>
	<hr/>
	10,513,700.64
Balance for Support of Municipal Budget Purposes	7,410,874.35
Add: Appropriation Reserve for Uncollected Taxes	<u>407,250.34</u>
	<hr/>
Amount for Support of Municipal Budget Appropriations	<u>\$ 7,818,124.69</u>

Analysis of Non-Budget Revenue

Miscellaneous Revenue Not Anticipated:	
Refund Monies	\$ 28,711.75
Photocopies	262.97
Service Charge	80.00
Property Owner List	270.00
Rental of Polls	400.00
Lost Found Money	4,771.48
Garage Sale Permits	70.00
FEMA Reimbursement	18,486.78
JIF Reimbursement	69,637.02
Bulk Stickers	9,775.00
Special Events	425.00
MCIA Reimbursement	841.70
Uninspected Vehicle	50.00
Computer Refund	10,558.00
Court Unclaimed	24.00
6% Penalty For Taxes	<u>4,225.42</u>
	<hr/>
	<u>\$ 148,589.12</u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Appropriations		Expended			Unexpended Balance Canceled	Overexpenditure
	Original Budget	Budget After Modifications	Paid or Charged	Encumbered	Reserved		
GENERAL GOVERNMENT							
General Administration:							
Salaries and Wages	\$ 185,000.00	\$ 132,500.00	\$ 132,316.96	\$ -	\$ 183.04	\$ -	\$ -
Other Expenses	35,000.00	45,000.00	34,875.49	2,868.81	7,255.70	-	-
Mayor and Council:							
Salaries and Wages	15,000.00	15,000.00	14,400.00	-	600.00	-	-
Other Expenses	20,000.00	20,000.00	16,823.28	1,995.00	1,181.72	-	-
Municipal Clerk's Office:							
Salaries and Wages	195,000.00	158,500.00	158,396.03	-	103.97	-	-
Other Expenses	52,000.00	55,500.00	53,351.76	2,016.51	131.73	-	-
Financial Administration:							
Salaries and Wages	100,000.00	73,500.00	73,486.20	-	13.80	-	-
Other Expenses	35,000.00	30,500.00	25,405.84	2,603.53	2,490.63	-	-
Audit Services:							
Other Expenses	38,000.00	35,500.00	35,310.84	-	189.16	-	-
Revenue Administration:							
Salaries and Wages	25,000.00	28,500.00	27,164.30	-	1,335.70	-	-
Other Expenses	14,000.00	15,000.00	13,381.90	545.68	1,072.42	-	-
Tax Assessment Administration:							
Salaries and Wages	28,000.00	28,000.00	27,000.00	-	1,000.00	-	-
Other Expenses	15,000.00	15,000.00	14,891.98	-	108.02	-	-
Legal Services and Costs:							
Salaries & Wages	-	25,000.00	25,000.00	-	-	-	-
Other Expenses	100,000.00	100,000.00	86,547.07	1,192.50	12,260.43	-	-
Engineering Services and Costs:							
Other Expenses	100,000.00	100,000.00	83,714.75	4,497.50	11,787.75	-	-
Planning Board:							
Salaries and Wages	8,000.00	8,000.00	8,000.00	-	-	-	-
Other Expenses	10,000.00	10,000.00	6,862.40	189.90	2,947.70	-	-
Zoning Board of Adjustments:							
Salaries and Wages	8,000.00	8,000.00	8,000.00	-	-	-	-
Other Expenses	15,000.00	9,500.00	5,733.09	1,922.50	1,844.41	-	-
Code Enforcement:							
Salaries and Wages	125,000.00	125,000.00	124,964.74	-	35.26	-	-
Other Expenses	20,000.00	20,000.00	16,700.76	1,840.73	1,458.51	-	-
Insurance:							
Liability Insurance	118,000.00	118,000.00	118,000.00	-	-	-	-
Worker Compensation Insurance	176,428.70	176,428.70	149,832.49	-	26,596.21	-	-
Group Insurance for Employees	1,028,577.46	1,078,577.46	1,038,780.66	7,094.25	32,702.55	-	-

The accompanying Notes to Financial Statements are an integral part of this statement

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Appropriations		Expended			Unexpended Balance Canceled	Overexpenditure
	Original Budget	Budget After Modifications	Paid or Charged	Encumbered	Reserved		
Police:							
Salaries and Wages	2,185,154.00	2,240,154.00	2,240,096.14	-	57.86	-	-
Other Expenses	125,000.00	125,000.00	98,228.85	25,412.38	1,358.77	-	-
Police Dispatch 911:							
Salaries and Wages	159,500.00	165,500.00	165,488.07	-	11.93	-	-
Other Expenses	3,000.00	3,000.00	194.94	600.00	2,205.06	-	-
Office of Emergency Management:							
Salaries and Wages	8,500.00	8,500.00	8,500.00	-	-	-	-
Other Expenses	2,500.00	2,500.00	1,921.83	-	578.17	-	-
Aid to Volunteer Ambulance Company:	35,000.00	35,000.00	35,000.00	-	-	-	-
Fire:							
Other Expenses	85,000.00	90,500.00	82,178.46	3,264.02	5,057.52	-	-
Fire Hydrants:							
Other Expenses	37,500.00	37,500.00	32,865.22	2,959.22	1,675.56	-	-
Fire Prevention Bureau:							
Salaries & Wages	9,600.00	9,600.00	9,600.00	-	-	-	-
Other Expenses	2,900.00	2,900.00	400.00	-	2,500.00	-	-
Municipal Prosecutor:							
Salaries and Wages	17,000.00	15,000.00	15,000.00	-	-	-	-
Municipal Court:							
Salaries and Wages	38,000.00	38,000.00	37,959.67	-	40.33	-	-
Other Expenses	18,000.00	18,000.00	10,906.61	500.54	6,592.85	-	-
Public Defender							
Salaries and Wages	7,500.00	5,000.00	3,200.00	-	1,800.00	-	-
Road Repairs and Maintenance:							
Salaries and Wages	715,000.00	721,500.00	744,844.43	-	-	-	23,344.43
Other Expenses	110,000.00	110,000.00	90,854.57	17,607.31	1,538.12	-	-
Garbage and Trash Removal:							
Salaries and Wages	2,000.00	2,000.00	2,000.00	-	-	-	-
Other Expenses	210,000.00	236,000.00	208,238.53	5,502.37	22,259.10	-	-
Recycling:							
Other Expenses	6,700.00	6,700.00	2,324.01	447.89	3,928.10	-	-
Buildings and Grounds:							
Salaries and Wages	40,000.00	47,000.00	47,000.00	-	-	-	-
Other Expenses	150,000.00	150,000.00	111,606.27	35,755.86	2,637.87	-	-
Vehicle Maintenance:							
Other Expenses	90,000.00	103,000.00	96,359.74	3,625.76	3,014.50	-	-
Community Services Act:							
Other Expenses	8,500.00	8,500.00	7,014.80	-	1,485.20	-	-

The accompanying Notes to Financial Statements are an integral part of this statement.

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Appropriations		Expended			Unexpended Balance Canceled	Overexpenditure
	Original Budget	Budget After Modifications	Paid or Charged	Encumbered	Reserved		
PEOSHA - Hepatitis "B" Immunization:							
Other Expenses	1,250.00	1,250.00	350.00	-	900.00	-	-
Safety Regulators Coordinator							
Other Expenses	1,000.00	-	-	-	-	-	-
Environmental Commission:							
Other Expenses	2,500.00	2,500.00	56.37	2,443.63	-	-	-
Animal Control Services:							
Other Expenses	12,710.00	12,710.00	11,651.00	1,059.00	-	-	-
Contribution to Social Service Agencies:							
Other Expenses	8,500.00	8,500.00	5,890.00	-	2,610.00	-	-
Recreation:							
Salaries and Wages	77,000.00	55,500.00	51,030.51	-	4,469.49	-	-
Other Expenses	45,000.00	30,000.00	21,043.94	7,162.81	1,793.25	-	-
Celebration of Public Events:							
Other Expenses	20,000.00	20,000.00	14,727.64	1,551.21	3,721.15	-	-
Maintenance of Parks:							
Other Expenses	30,000.00	30,000.00	27,457.86	2,495.30	46.84	-	-
Senior Citizen's Contribution:							
Other Expenses	1,200.00	1,200.00	1,200.00	-	-	-	-
Arts at the Beach:							
Other Expenses	10,000.00	10,000.00	8,706.30	198.00	1,095.70	-	-
Historical Museum Contribution:							
Other Expenses	1,000.00	1,000.00	-	-	1,000.00	-	-
Shade Tree Commission:							
Other Expenses	30,000.00	9,000.00	7,268.51	676.49	1,055.00	-	-
UNCLASSIFIED							
Utilities:							
Electricity	55,000.00	49,500.00	49,464.50	-	35.50	-	-
Street Lighting	65,000.00	59,000.00	57,981.87	-	1,018.13	-	-
Telephone (excluding equipment acquisition)	22,000.00	12,500.00	10,306.66	186.36	2,006.98	-	-
Heat-Gas	29,000.00	20,000.00	19,848.96	-	151.04	-	-
Gasoline	42,000.00	47,000.00	45,706.22	1,193.98	99.80	-	-
Telecommunications	5,000.00	5,000.00	3,026.15	-	1,973.85	-	-
Water	20,000.00	16,000.00	13,212.03	-	2,787.97	-	-
Construction Official:							
Salaries and Wages	130,000.00	140,500.00	137,882.39	2,174.86	442.75	-	-
Other Expenses	6,500.00	6,500.00	2,315.96	557.00	3,627.04	-	-
Total Operations - Within "CAPS"	7,147,020.16	7,149,520.16	6,839,849.55	142,140.90	190,874.14	-	23,344.43

The accompanying Notes to Financial Statements are an integral part of this statement

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Appropriations		Expended			Unexpended Balance Canceled	Overexpenditure
	Original Budget	Budget After Modifications	Paid or Charged	Encumbered	Reserved		
Detail:							
Salaries and Wages	4,078,254.00	4,050,254.00	4,036,329.44	2,174.86	10,094.13	-	23,344.43
Other Expenses	3,068,766.16	3,099,266.16	2,778,520.11	139,966.04	180,780.01	-	-
Contribution To:							
Public Employees' Retirement System	174,625.00	174,625.00	164,124.10	-	10,500.90	-	-
Social Security System (O.A.S.I.)	175,000.00	185,000.00	193,090.55	-	-	-	8,090.55
Consolidated Police & Firemen's Retirement System	12,500.00	-	-	-	-	-	-
Police and Firemen's Retirement System of NJ	622,025.00	622,025.00	622,025.00	-	-	-	-
Unemployment Compensation Insurance	10,000.00	10,000.00	9,684.35	-	315.65	-	-
Administrative Fees (PFRS)	200.00	200.00	74.71	-	125.29	-	-
Total Deferred Charges and Statutory Expenditures - Municipal - Within "CAPS"	994,350.00	991,850.00	988,998.71	-	10,941.84	-	8,090.55
Total General Appropriations for Municipal Purposes - Within "CAPS"	8,141,370.16	8,141,370.16	7,828,848.26	142,140.90	201,815.98	-	31,434.98
Maintenance of Free Public Library: Other Expense	492,235.92	492,235.92	394,121.95	-	98,113.97	-	-
Municipal Court Shared Services:							
Borough of Avon	35,000.00	35,000.00	35,000.00	-	-	-	-
Borough of Allenhurst	49,000.00	49,000.00	49,000.00	-	-	-	-
Total Shared Service Agreements	84,000.00	84,000.00	84,000.00	-	-	-	-
Public and Private Programs Offset By Revenues:							
Body Armor Fund	1,604.89	1,604.89	1,604.89	-	-	-	-
Clean Communities	-	12,893.14	12,893.14	-	-	-	-
Body Worn Camera	-	59,102.00	59,102.00	-	-	-	-
American Rescue Plan	-	217,082.58	217,082.58	-	-	-	-
Believe in Reading	-	2,500.00	2,500.00	-	-	-	-
Libraries Transforming Communities	-	3,000.00	3,000.00	-	-	-	-
NJSL + Partners Literacy Grant	-	16,967.21	16,967.21	-	-	-	-
Recycling Tonnage Grant	5,181.87	5,181.87	5,181.87	-	-	-	-
Total Public and Private Programs Offset By Revenues	6,786.76	318,331.69	318,331.69	-	-	-	-
Total Other Operations - Excluded from "CAPS"	583,022.68	894,567.61	796,453.64	-	98,113.97	-	-

The accompanying Notes to Financial Statements are an integral part of this statement

**BOROUGH OF BRADLEY BEACH
 COUNTY OF MONMOUTH, NEW JERSEY
 CURRENT FUND
 STATEMENT OF EXPENDITURES - REGULATORY BASIS
 FOR THE YEAR ENDED DECEMBER 31, 2021**

	Appropriations		Expended			Unexpended Balance Canceled	Overexpenditure
	Original Budget	Budget After Modifications	Paid or Charged	Encumbered	Reserved		
Detail:							
Salaries and Wages	-	-	-	-	-	-	-
Other Expenses	583,022.68	894,567.61	796,453.64	-	98,113.97	-	-
<hr/>							
Capital Improvements - Excluded From "CAPS"							
Capital Improvement Fund	30,000.00	30,000.00	30,000.00	-	-	-	-
Capital Outlay - Fire Company Purchases	50,000.00	50,000.00	-	43,980.76	6,019.24	-	-
<hr/>							
Total Capital Improvements - Excluded From "CAPS"	80,000.00	80,000.00	30,000.00	43,980.76	6,019.24	-	-
<hr/>							
Municipal Debt Service - Excluded From "CAPS"							
Payment of Bond Principle	602,000.00	572,000.00	435,000.00	-	-	137,000.00	-
Interest on Bonds	140,530.00	170,530.00	167,961.93	-	-	2,568.07	-
Green Trust Loan Program	24,364.47	24,364.47	23,432.32	-	-	932.15	-
Capital Lease Obligations - Principal	75,000.00	75,000.00	73,810.51	-	-	1,189.49	-
Capital Lease Obligations - Interest	11,680.00	11,680.00	11,680.00	-	-	-	-
<hr/>							
Total Municipal Debt Service - Excluded From "CAPS"	853,574.47	853,574.47	711,884.76	-	-	141,689.71	-
<hr/>							
Total General Appropriations for Municipal Purposes - Excluded From "CAPS"	1,516,597.15	1,828,142.08	1,538,338.40	43,980.76	104,133.21	141,689.71	-
<hr/>							
Subtotal General Appropriations	9,657,967.31	9,969,512.24	9,367,186.66	186,121.66	305,949.19	141,689.71	31,434.98
Reserve for Uncollected Taxes	407,250.34	407,250.34	407,250.34	-	-	-	-
<hr/>							
Total General Appropriations	\$ 10,065,217.65	\$ 10,376,762.58	\$ 9,774,437.00	\$ 186,121.66	\$ 305,949.19	\$ 141,689.71	\$ 31,434.98
<hr/>							
Budget as Adopted		\$ 10,065,217.65					
Appropriated by N.J.S. 40A:4-87		311,544.93					
		<u>\$ 10,376,762.58</u>					
<hr/>							
Cash Disbursements			\$ 9,029,285.81				
Reserve for Uncollected Taxes			407,250.34				
Due from Federal and State Grant Fund			(19,967.21)				
Due from General Capital Fund			39,536.37				
Grants Appropriated			318,331.69				
			<u>\$ 9,774,437.00</u>				

The accompanying Notes to Financial Statements are an integral part of this statement

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
TRUST FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
DECEMBER 31, 2021 AND 2020**

	<u>Reference</u>	<u>2021</u>	<u>2020</u>
<u>Assets</u>			
Animal Control Trust Fund:			
Cash and Cash Equivalents	B-1	\$ 806.49	\$ 2,372.93
Other Trust Fund:			
Cash and Cash Equivalents	B-1	829,245.35	680,851.55
Other Accounts Receivable	B-4	259.00	259.00
		<u>829,504.35</u>	<u>681,110.55</u>
Total Assets		<u>\$ 830,310.84</u>	<u>\$ 683,483.48</u>
 <u>Liabilities, Reserves and Fund Balance</u>			
Animal Control Trust Fund:			
Reserve for Animal Control Trust Fund	B-3	\$ 806.49	\$ 2,372.93
Other Trust Fund:			
Payroll Deductions Payable		6,350.81	
Due to Current Fund	B-5	38,638.81	26,092.88
Various Reserves	B-6	784,514.73	655,017.67
		<u>829,504.35</u>	<u>681,110.55</u>
Total Liabilities, Reserves and Fund Balance		<u>\$ 830,310.84</u>	<u>\$ 683,483.48</u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
GENERAL CAPITAL FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
DECEMBER 31, 2021 AND 2020**

	<u>Reference</u>	<u>2021</u>	<u>2020</u>
<u>Assets</u>			
Cash and Cash Equivalents	C-2	\$ 858,241.90	\$ 452,012.22
Grants Receivable	C-6	645,026.31	460,026.31
Due from Current Fund	C-7	149,890.22	110,421.87
Due from Beach Utility Operating Fund	C-10	7,396.77	-
Due from Sewer Utility Operating Fund	C-11	4,697.72	-
Obligations Under Capital Lease - Unfunded	C-12	188,000.00	263,000.00
Deferred Charges To Future Taxation:			
Funded	C-4	5,181,601.88	2,078,214.56
Unfunded	C-5	1,487,559.31	3,012,299.31
Total Assets		<u>\$ 8,522,414.11</u>	<u>\$ 6,375,974.27</u>
<u>Liabilities, Reserves and Fund Balance</u>			
General Serial Bonds	C-13	\$ 5,111,000.00	\$ 1,985,000.00
Green Trust Loans	C-16	70,601.88	93,214.56
Bond Anticipation Notes	C-14	-	2,516,000.00
Capital Lease Obligation Payable	C-15	188,000.00	263,000.00
Improvement Authorizations:			
Funded	C-17	982,782.78	493,723.01
Unfunded	C-17	1,053,305.04	434,982.16
Reserve for Encumbrances	C-19	577,126.03	80,922.58
Due to Beach Utility Capital Fund	C-8	17,245.72	-
Due to Sewer Utility Capital Fund	C-9	6,717.15	-
Various Reserves	C-21	188,300.70	188,218.83
Capital Improvement Fund	C-18	8,775.27	82,827.27
Reserve for Grant Receivable	C-20	155,026.31	155,026.31
Fund Balance	C-1	163,533.23	83,059.55
Total Liabilities, Reserves and Fund Balance		<u>\$ 8,522,414.11</u>	<u>\$ 6,375,974.27</u>

There were bonds authorized but not issued on December 31, 2021 in the amount of \$1,487,559.31 and on December 31, 2020 of \$496,299.31. (Exhibit C-22)

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH
GENERAL CAPITAL FUND
STATEMENT OF FUND BALANCE -
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020	\$ 83,059.55
Increased By:	
Premium on Sale of Bonds	<u>80,473.68</u>
Balance, December 31, 2021	<u><u>\$ 163,533.23</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
BEACH UTILITY FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
DECEMBER 31, 2021 AND 2020**

<u>Assets</u>	<u>Reference</u>	<u>2021</u>	<u>2020</u>
Operating Fund:			
Cash and Cash Equivalents	D-5	\$ 1,950,029.70	\$ 2,078,394.52
Due from Beach Utility Capital Fund	D-8	908.44	856.49
Deferred Charge - Overexpenditure of Appropriations	D-1	10,862.24	-
Total Operating Fund		<u>1,961,800.38</u>	<u>2,079,251.01</u>
Capital Fund:			
Cash and Cash Equivalents	D-5	855,046.67	854,994.72
Due from General Capital Fund	D	17,245.72	-
Fixed Capital	D-9	6,867,807.50	6,567,880.24
Fixed Capital Authorized and Uncompleted	D-10	153,093.84	152,650.84
Total Capital Fund		<u>7,893,193.73</u>	<u>7,575,525.80</u>
Total Assets		<u><u>\$ 9,854,994.11</u></u>	<u><u>\$ 9,654,776.81</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
BEACH UTILITY FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
DECEMBER 31, 2021 AND 2020**

<u>Liabilities, Reserves and Fund Balances</u>	<u>Reference</u>	<u>2021</u>	<u>2020</u>
Operating Fund:			
Appropriation Reserves	D-4	\$ 5,975.93	\$ 128,306.58
Reserve for Encumbrances	D-12	185,214.28	12,586.94
Prepaid Revenue	D-14	418,325.00	487,525.00
Accounts Payable	D-15	11,845.40	-
Accrued Interest Payable	D-13	2,338.08	9,728.64
Due to Current Fund	D-7	229,127.86	231,002.86
Due to General Capital Fund	D	7,396.77	-
Reserve for:			
Compensated Absences	D-15	20,000.00	20,000.00
Green Acres	D-15	15,731.80	15,731.80
Sand Replenishment Costs	D-15	39,778.00	39,778.00
Beach Enhancements Donations	D-15	4,705.53	4,705.53
		<u>940,438.65</u>	<u>949,365.35</u>
Fund Balance	D-1	<u>1,021,361.73</u>	<u>1,129,885.66</u>
Total Operating Fund		<u><u>1,961,800.38</u></u>	<u><u>2,079,251.01</u></u>
Capital Fund:			
Serial Bonds	D-16	1,239,000.00	935,000.00
Bond Anticipation Notes	D-17	-	433,000.00
Due to Beach Utility Operating Fund	D-19	908.44	856.49
Improvement Authorization			
Funded	D-18	18,501.34	11,340.72
Unfunded	D-18	132,782.42	137,782.04
Reserve for Encumbrances	D-20	712.80	2,873.80
Reserve for			
FEMA	D-22	757,119.94	757,119.94
Upgrade to Public Safety Station	D-22	177.58	177.58
Public Works Generator	D-22	13,000.00	13,000.00
Capital Improvement Fund	D-21	35,399.61	35,399.61
Reserve for Amortization	D-23	5,627,312.33	2,747,340.01
Reserve for Deferred Amortization	D-24	18,501.34	2,469,103.40
Fund Balance	D-2	<u>49,777.93</u>	<u>32,532.21</u>
Total Capital Fund		<u><u>7,893,193.73</u></u>	<u><u>7,575,525.80</u></u>
Total Liabilities, Reserves and Fund Balances		<u><u>\$ 9,854,994.11</u></u>	<u><u>\$ 9,654,776.81</u></u>

There were bonds and notes authorized but not issued on December 31, 2021 and 2020 of \$132,782.42.
(Exhibit D-25)

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
BEACH UTILITY OPERATING FUND
STATEMENTS OF OPERATIONS AND CHANGE IN FUND BALANCE
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2021 AND 2020**

	<u>2021</u>	<u>2020</u>
Revenue and Other Income Realized:		
Fund Balance Utilized	\$ 600,000.00	\$ 212,000.00
Beach Badges	1,887,033.60	2,452,183.00
Concession Rents	113,237.73	68,786.00
Parking Meter Fees	109,821.14	139,283.00
Beach Lockers	120,065.00	106,840.00
Miscellaneous Revenue Not Anticipated	14,845.58	15,935.66
Other Credits To Income:		
Unexpended Balance of Appropriation Reserves	107,094.42	67,828.00
	<u>2,952,097.47</u>	<u>3,062,855.66</u>
Total Revenue		
Expenditures:		
Operating	1,750,757.96	1,677,000.00
Capital Improvements	453,825.19	-
Debt Service	168,796.21	251,895.00
Statutory Expenditures	98,104.28	81,000.00
	<u>2,471,483.64</u>	<u>2,009,895.00</u>
Total Expenditures		
Excess in Revenue	480,613.83	1,052,960.66
Adjustment to Income before Fund Balance:		
Expenditures Included Above Which are by Statute		
Deferred Charges to Budget of Succeeding Year	10,862.24	-
	<u>491,476.07</u>	<u>1,052,960.66</u>
Statutory Excess to Fund Balance		
Fund Balance, January 1	1,129,885.66	288,925.00
	1,621,361.73	1,341,885.66
Decreased By:		
Utilized as Anticipated Revenue	600,000.00	212,000.00
	<u>1,021,361.73</u>	<u>1,129,885.66</u>
Fund Balance, December 31	<u>\$ 1,021,361.73</u>	<u>\$ 1,129,885.66</u>

The accompanying Notes to Financial Statements are an integral part of this statement.

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
BEACH UTILITY CAPITAL FUND
STATEMENT OF FUND BALANCE -
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020	\$ 32,532.21
Increased By:	
Premiums on Sale of Bonds	<u>17,245.72</u>
Balance, December 31, 2021	<u><u>\$ 49,777.93</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
BEACH UTILITY OPERATING FUND
STATEMENT OF REVENUES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2021**

	<u>Anticipated</u>	<u>Realized</u>	<u>Excess/ (Deficit)</u>
Operating Surplus	\$ 600,000.00	\$ 600,000.00	\$ -
Concession Rents	82,518.00	113,237.73	30,719.73
Beach Badges	1,900,000.00	1,887,033.60	(12,966.40)
Parking Meter Fees	100,000.00	109,821.14	9,821.14
Locker Rental Fees	81,590.00	120,065.00	38,475.00
Miscellaneous	-	14,845.58	14,845.58
	<u>\$ 2,764,108.00</u>	<u>\$ 2,845,003.05</u>	<u>\$ 80,895.05</u>

Analysis of Beach Fees:

Cash Receipts	\$ 1,399,508.60
Prepaid Revenue Applied	<u>487,525.00</u>
	<u>\$ 1,887,033.60</u>

Analysis of Miscellaneous:

Gazebo Rentals	\$ 3,940.00
Interest on Investments	<u>10,905.58</u>
	<u>\$ 14,845.58</u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
BEACH UTILITY OPERATING FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Appropriations		Expended				
	Original Budget	Budget After Modifications	Paid or Charged	Encumbered	Reserved	Overexpenditure	Cancelled
Operating:							
Salaries and Wages	\$ 1,301,000.00	\$ 1,291,000.00	\$ 1,287,024.07	\$ -	\$ 3,975.93	\$ -	\$ -
Other Expenses	450,000.00	459,700.00	427,998.61	31,759.35	-	57.96	-
Total Operating	1,751,000.00	1,750,700.00	1,715,022.68	31,759.35	3,975.93	57.96	-
Capital Improvements:							
Capital Outlay	500,000.00	500,000.00	300,370.26	153,454.93	-	-	46,174.81
Beach Tractor and Rake	143,000.00	143,000.00					143,000.00
Kuboto	28,000.00	28,000.00					28,000.00
Total Capital Improvements	671,000.00	671,000.00	300,370.26	153,454.93	-	-	217,174.81
Debt Service:							
Payment of Bond Principal	196,000.00	196,000.00	115,000.00	-	-	-	81,000.00
Interest on Bonds	59,108.00	59,108.00	53,796.21	-	-	-	5,311.79
Total Debt Service	255,108.00	255,108.00	168,796.21	-	-	-	86,311.79
Statutory Expenditures:							
Contributions To:							
Social Security System (O.A.S.I.)	85,000.00	85,300.00	96,104.28	-	-	10,804.28	-
Unemployment Compensation Insurance	2,000.00	2,000.00	-	-	2,000.00	-	-
Total Statutory Expenditures	87,000.00	87,300.00	96,104.28	-	2,000.00	10,804.28	-
Total Beach Utility Appropriations	\$ 2,764,108.00	\$ 2,764,108.00	\$ 2,280,293.43	\$ 185,214.28	\$ 5,975.93	\$ 10,862.24	\$ 303,486.60
Cash Disbursements			\$ 2,228,372.22				
Due To Current Fund			(1,875.00)				
Accrued Interest Payable			53,796.21				
			<u>\$ 2,280,293.43</u>				

The accompanying Notes to Financial Statements are an integral part of this statement.

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
SEWER UTILITY FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
DECEMBER 31, 2021 AND 2020**

<u>Assets</u>	<u>Reference</u>	<u>2021</u>	<u>2020</u>
Operating Fund:			
Cash and Cash Equivalents	E-5	\$ 2,508,772.76	\$ 2,688,155.98
Due from Sewer Utility Capital Fund		94.62	8,246.84
		<u>2,508,867.38</u>	<u>2,696,402.82</u>
Receivables With Full Reserves:			
Consumer Accounts Receivable	E-8	63,856.53	63,299.21
Deferred Charges:			
Overexpenditure of Appropriations	E-4	20,287.27	-
Total Operating Fund		<u>2,593,011.18</u>	<u>2,759,702.03</u>
Capital Fund:			
Cash and Cash Equivalents	E-5	772,711.84	784,138.65
Fixed Capital	E-9	4,777,004.49	4,662,385.74
Fixed Capital Authorized and Uncompleted	E-10	7,500,000.00	2,850,000.00
Due from NJ Infrastructure Bank	E-28	14,399.00	14,399.00
Due from General Capital Fund	C	6,717.15	-
Total Capital Fund		<u>13,070,832.48</u>	<u>8,310,923.39</u>
Total Assets		<u>\$ 15,663,843.66</u>	<u>\$ 11,070,625.42</u>

The accompanying Notes to Financial Statements are an integral part of this statement.

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
SEWER UTILITY FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
DECEMBER 31, 2021 AND 2020**

<u>Liabilities, Reserves and Fund Balances</u>	<u>Reference</u>	<u>2021</u>	<u>2020</u>
Operating Fund:			
Appropriation Reserves	E-4	\$ 216,763.17	\$ 218,158.46
Reserve for Encumbrances	E-12	73,596.62	9,975.00
Consumer Overpayments	E-13	1,095.76	53,900.76
Prepaid Rents	E-14	9,861.67	63,287.96
Due to General Capital Fund	E	4,697.72	-
Accrued Interest Payable	E-15	1,542.08	7,530.35
Various Reserves	E-16	96,000.00	96,000.00
		<u>403,557.02</u>	<u>448,852.53</u>
Reserve for Receivables	E	63,856.53	63,299.21
Fund Balance	E-1	<u>2,125,597.63</u>	<u>2,247,550.29</u>
Total Operating Fund		<u><u>2,593,011.18</u></u>	<u><u>2,759,702.03</u></u>
Capital Fund:			
Due to Sewer Utility Operating Fund	E-21	94.62	8,246.84
Serial Bonds Payable	E-17	880,000.00	640,000.00
Notes Payable	E-19	-	1,952,123.00
Loans Payable	E-20	2,234,941.19	364,039.36
Bond Anticipation Notes	E-18	-	275,000.00
Improvement Authorizations:			
Funded	E-22	162,055.57	-
Unfunded	E-22	4,832,490.00	337,160.15
Reserve for:			
Encumbrances	E-23	89,954.26	100,614.27
Roof Repairs	E-25	100,000.00	100,000.00
Video Inspection of Sewer Lines	E-25	25,000.00	25,000.00
Public Works Generator	E-25	24,500.00	24,500.00
Sewer Infrastructure Upgrades	E-25	37,349.04	37,349.04
Manhole Resetting	E-25	97,979.62	97,979.62
Amortization	E-26	4,231,446.30	3,942,132.38
Deferred Amortization	E-27	85,000.00	171,000.00
Debt Service	E-29	13,127.00	
Loan due from NJ Infrastructure Bank	E-30	14,399.00	
Capital Improvement Fund	E-24	191,251.94	191,251.94
Fund Balance	E-2	<u>51,243.94</u>	<u>44,526.79</u>
Total Capital Fund		<u><u>13,070,832.48</u></u>	<u><u>8,310,923.39</u></u>
Total Liabilities, Reserves and Fund Balances		<u><u>\$ 15,663,843.66</u></u>	<u><u>\$ 11,070,625.42</u></u>

There were bonds and notes authorized but not issued on December 31, 2021 of \$4,832,490.00 and on December 31, 2020 of \$2,495,000.00. (Exhibit E-31)

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
SEWER UTILITY OPERATING FUND
STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2021 AND 2020**

	<u>2021</u>	<u>2020</u>
Revenue and Other Income Realized:		
Surplus Anticipated	\$ 356,000.00	\$ 325,000.00
Rents	1,659,957.83	1,818,716.00
Miscellaneous Revenue Not Anticipated	59,646.30	23,302.29
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	206,435.43	242,974.00
Consumer Overpayments Canceled	52,369.00	-
Cancellation of Encumbrances	-	9,995.00
	<hr/>	<hr/>
Total Revenue	2,334,408.56	2,419,987.29
Expenditures:		
Operating	1,526,707.27	1,401,409.00
Capital Improvements	210,000.00	-
Debt Service	139,945.62	123,318.00
Surplus (General Budget)	100,000.00	200,000.00
Statutory Expenditures	100,000.00	99,775.00
Other	43,995.60	-
	<hr/>	<hr/>
Total Expenditures	2,120,648.49	1,824,502.00
Excess in Revenue	213,760.07	595,485.29
Adjustments to Income before Fund Balance:		
Expenditures included above which are by Statute		
Deferred Charges to Budget of Succeeding Year	20,287.27	-
	<hr/>	<hr/>
Statutory Excess to Fund Balance	234,047.34	595,485.29
Fund Balance, January 1	2,247,550.29	1,977,065.00
	<hr/>	<hr/>
	2,481,597.63	2,572,550.29
Decreased By:		
Utilized as Anticipated Revenue	356,000.00	325,000.00
	<hr/>	<hr/>
Fund Balance, December 31	<u>\$ 2,125,597.63</u>	<u>\$ 2,247,550.29</u>

The accompanying Notes to Financial Statements are an integral part of this statement.

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
SEWER UTILITY CAPITAL FUND
STATEMENT OF FUND BALANCE -
REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020	\$ 44,526.79
Increased By:	
Premium on Sale of Bonds	<u>6,717.15</u>
Balance, December 31, 2021	<u><u>\$ 51,243.94</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
SEWER UTILITY OPERATING FUND
STATEMENT OF REVENUES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2021**

	<u>Budget</u>	<u>Realized</u>	<u>Excess/ (Deficit)</u>
Operating Surplus	\$ 356,000.00	\$ 356,000.00	\$ -
Rents	1,749,120.00	1,659,957.83	(89,162.17)
Miscellaneous Revenue Not Anticipated	-	59,646.30	59,646.30
	<u>\$ 2,105,120.00</u>	<u>\$ 2,075,604.13</u>	<u>\$ (29,515.87)</u>

Analysis of Realized Revenue

Sewer Rents Receivable	\$ 1,596,669.87
Sewer Rent - Prepaids	<u>63,287.96</u>
	<u>\$ 1,659,957.83</u>

Analysis of Miscellaneous Revenue Not Anticipated

Interest on Rents	\$ 7,895.39
Interest on Investments	349.86
Pump Hose Rebuild Reimbursement	50,000.00
Miscellaneous	<u>1,401.05</u>
	<u>\$ 59,646.30</u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
SEWER UTILITY OPERATING FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Appropriations		Expended				
	Original Budget	Budget After Modifications	Paid or Charged	Encumbered	Reserved	Overexpenditure	Cancelled
Operating:							
Salaries and Wages	\$ 335,000.00	\$ 326,000.00	\$ 346,287.27	\$ -	\$ -	\$ 20,287.27	\$ -
Other Expenses	300,000.00	399,000.00	274,179.11	15,208.63	109,612.26	-	-
Sewer Service Agreement: Neptune Township Sewerage Authority	781,420.00	781,420.00	781,340.00	-	80.00	-	-
Total Operating	1,416,420.00	1,506,420.00	1,401,806.38	15,208.63	109,692.26	20,287.27	-
Capital Improvements:							
Capital Outlay	200,000.00	110,000.00	15,757.50	57,249.24	36,993.26	-	-
Engineering for Phase II	100,000.00	100,000.00	98,861.25	1,138.75	-	-	-
Total Capital Improvements	300,000.00	210,000.00	114,618.75	58,387.99	36,993.26	-	-
Debt Service:							
Payment of Bonds	70,000.00	70,000.00	30,000.00	-	-	-	40,000.00
Interest on Bonds	37,700.00	37,700.00	30,149.45	-	-	-	7,550.55
NJEIT Principal & Interest	81,000.00	81,000.00	79,796.17	-	-	-	1,203.83
Total Debt Service	188,700.00	188,700.00	139,945.62	-	-	-	48,754.38
Statutory Expenditures:							
Contributions To:							
Public Employees' Retirement System	55,000.00	55,000.00	520.56	-	54,479.44	-	-
Unemployment Compensation Insurance	15,000.00	15,000.00	-	-	15,000.00	-	-
Social Security System (O.A.S.I.)	30,000.00	30,000.00	29,401.79	-	598.21	-	-
Total Statutory Expenditures	100,000.00	100,000.00	29,922.35	-	70,077.65	-	-
Surplus (General Budget)	100,000.00	100,000.00	100,000.00	-	-	-	-
Total Sewer Utility Appropriations	\$ 2,105,120.00	\$ 2,105,120.00	\$ 1,786,293.10	\$ 73,596.62	\$ 216,763.17	\$ 20,287.27	\$ 48,754.38
Cash Disbursements			\$ 1,756,143.65				
Accrued Interest Payable			30,149.45				
			<u>\$ 1,786,293.10</u>				

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
PUBLIC ASSISTANCE TRUST FUND
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
DECEMBER 31, 2021 AND 2020**

	<u>Reference</u>	<u>2021</u>	<u>2020</u>
<u>Assets</u>			
Public Assistance:			
Cash	F-1	<u>\$ 4,900.75</u>	<u>\$ 4,900.10</u>
 <u>Liabilities and Reserves</u>			
Due to Current Fund	F-3	\$ 11.35	\$ 10.70
Reserve for Public Assistance	F-4	<u>4,889.40</u>	<u>4,889.40</u>
Total Liabilities and Reserves		<u>\$ 4,900.75</u>	<u>\$ 4,900.10</u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
GENERAL FIXED ASSETS ACCOUNT GROUP
COMPARATIVE BALANCE SHEET
REGULATORY BASIS
DECEMBER 31, 2021 AND 2020**

	<u>Reference</u>	<u>2021</u>	<u>2020</u>
<u>Assets</u>			
Land	G-1	\$ 27,175,900.00	\$ 27,175,900.00
Buildings	G-1	6,087,100.00	6,087,100.00
Equipment	G-1	2,279,852.84	2,050,553.00
Vehicles	G-1	<u>3,935,090.00</u>	<u>3,935,090.00</u>
Total Assets		<u>\$ 39,477,942.84</u>	<u>\$ 39,248,643.00</u>
<u>Liabilities and Reserves</u>			
Investment in Fixed Assets	G-1	<u>\$ 39,477,942.84</u>	<u>\$ 39,248,643.00</u>

The accompanying Notes to Financial Statements are an integral part of this statement.

**BOROUGH OF BRADLEY BEACH
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Note 1. Summary of Significant Accounting Policies

Description of Financial Reporting Entity

The Borough of Bradley Beach (the "Borough") is located in Monmouth County, along the New Jersey coastline, approximately 60 miles south of the City of New York. The population, according to the 2010 census is 4,298. The Borough of Bradley Beach operates under the small municipality Mayor/Council form of government consisting of four (4) council members and a mayor. The mayor is a voting member of the governing body. The financial statements of the Borough of Bradley Beach do not include the operations of the municipal library, first aid organization or volunteer fire company.

Component Units - GASB Statement 14, as amended by GASB Statements 39, 61, 80 and 90, establishes criteria to be used in determining the component units, which should be included in the financial statements of a primary government. The financial statements of the Borough are not presented in accordance with GAAP (as discussed below). Therefore, the Borough had no component units as defined by GASB Statement No. 14, as amended by GASB Statements 39, 61, 80, and 90.

Basis of Accounting, Measurement Focus and Basis of Presentation - The financial statements of the Borough contain all funds and account groups in accordance with the "Requirements of Audit" as promulgated by the State of New Jersey, Department of Community Affairs, Division of Local Government Services. The principles and practices established by the Requirements of Audit are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Generally, the financial statements are presented using the flow of current financial resources measurement focus and modified accrual basis of accounting with minor exceptions as mandated by these "Requirements". In addition, the prescribed accounting principles previously referred to differ in certain respects from accounting principles generally accepted in the United State of America applicable to local government units. The more significant differences are explained further in this note.

In accordance with the "Requirements", the Borough accounts for its financial transactions through the use of separate funds, which are described as follows:

Current Fund – This fund accounts for revenues and expenditures for governmental operations of a general nature, including federal and state grant funds.

Trust Fund – These funds account for receipts, custodianship and disbursement of funds in accordance with the purpose for which each reserve was created.

General Capital Fund – This fund accounts for receipt and disbursement of funds for the acquisition of general capital facilities, other than those acquired in the Current Fund.

Utility Funds – Beach and Sewer Utilities are treated as separate entities. Each maintains its own Operating and Capital Funds which reflect revenue, expenditures, stewardship, acquisitions of utility infrastructure and other capital facilities, debt service, long-term debt and other related activity.

Public Assistance Fund – This fund is accounts for receipts and disbursements of funds that provide assistance to certain residents of the Borough to Title 44 of New Jersey statutes.

General Fixed Asset Account Group – The General Fixed Asset Account Group of accounts is utilized to account for property, land, buildings, and equipment that have been acquired by other funds of the Borough.

**BOROUGH OF BRADLEY BEACH
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Note 1. Summary of Significant Accounting Policies (continued):

Budgets and Budgetary Accounting - The Borough must adopt an annual budget for its Current Fund and Open Space Fund in accordance with *N.J.S.A.40A:4* et seq. *N.J.S.A.40A:4-5* requires the governing body to introduce and approve the annual municipal budget no later than February 10th of each year. At introduction, the governing body must fix the time and place for a public hearing on the budget and must advertise the time and place at least ten days prior to the hearing in a newspaper published and circulating in the municipality. The public hearing must not be held less than twenty-eight days after the date the budget was introduced. After the hearing has been held, the governing body may, by majority vote, adopt the budget or may amend the budget in accordance with *N.J.S.A.40A:4-9*. Amendments to adopted budgets, if any are detailed in the statements of revenues and expenditures.

An extension of the statutory dates for introduction, approval and adoption of the municipal budget may be granted by the Director of Local Government Services, with the permission of the Local Finance Board. Budgets are adopted on the same basis of accounting utilized for the preparation of the Borough's financial statements. Once a budget is approved it may be amended after November 1, by a resolution adopted by the governing body.

Cash, Cash Equivalents and Investments - Cash and Cash equivalents include petty cash, change funds and cash on deposit with public depositories. All certificates of deposit are recorded as cash regardless of the date of maturity. Under GAAP, investments are reported at fair value but under regulatory basis of accounting, investments are stated at cost with the exception of LOSAP investments which are reported at fair value. Therefore unrealized gains or losses on investments have not been recorded.

New Jersey municipal units are required by *N.J.S.A.40A:5-14* to deposit public funds in a bank or trust company having its place of business in the State of New Jersey and organized under the laws of the United States or of the State of New Jersey or in the New Jersey Cash Management Fund. *N.J.S.A.40A:5-15.1* provides a list of investments, which may be purchased by New Jersey municipal units. In addition, other State statutes permit investments in obligations issued by local utilities and other state agencies.

N.J.S.A.17:9-41 et seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Governmental Unit Deposit Protection Act, which was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. Public depositories include State or federally chartered banks savings banks or associations located in or having a branch office in the State of New Jersey, the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of Governmental Units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the amount of their deposits to the Governmental Units.

The cash management plan adopted by the Borough requires it to deposit funds in public depositories protected from loss under the provisions of the Act.

**BOROUGH OF BRADLEY BEACH
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Note 1. Summary of Significant Accounting Policies (continued):

Interfunds - Interfund receivables and payables that arise from transactions between funds are recorded by all funds affected by such transactions in the period in which the transaction is executed. Interfund receivables in the Current Fund are recorded with offsetting reserves, which are created by charges to operations. Income is recognized in the year the receivables are liquidated. Interfund receivables in the other funds are not offset by reserves.

Inventories and Supplies - The cost of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. The costs of inventories are not included on the various statements of assets, liabilities, reserves and fund balance.

General Fixed Assets - Accounting for governmental fixed assets, as required by *N.J.A.C.5:30-5.6*, differs in certain respects from accounting principles generally accepted in the United States of America. In accordance with the regulations, all local units, including municipalities, must maintain a general fixed assets reporting system that establishes and maintains a physical inventory of nonexpendable, tangible property as defined and limited by the U.S. Office of Management and Budget Circular A-87 (Attachment B, Section 19), except that the useful life of such property is at least five years. The Borough has adopted a capitalization threshold of \$5,000.00, the maximum amount allowed by the Circular. Generally, assets are valued at historical cost; however, assets acquired prior to December 31, 1985 are valued at actual historical cost or estimated historical cost. In some instances, assets are valued at the assessed valuation of the property at the time of acquisition, which approximates fair value. No depreciation of general fixed assets is recorded. Donated general fixed assets are recorded at their acquisition value as of the date of the transaction. Interest costs relative to the acquisition of general fixed assets are recorded as expenditures when paid. Public domain ("infrastructure") general fixed assets consisting of certain improvements such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized. Expenditures for construction in progress are recorded in the capital funds until such time as the construction is completed and put into operation. The Borough is required to maintain a subsidiary ledger detailing fixed assets records to control additions, retirements, and transfers of fixed assets. In addition, a statement of general fixed assets, reflecting the activity for the year, must be included in the Borough's basic financial statements.

The regulations require that general fixed assets, whether constructed or acquired through purchase, grant or gift be included in the aforementioned inventory. In addition, property management standards must be maintained that includes accurate records indicating asset description, source, ownership, acquisition cost and date, the percentage of federal participation (if any), and the location, use, and condition of the asset. Periodically, physical inventories must be taken and reconciled with these records. All fixed assets must be adequately controlled to safeguard against loss, damage, or theft.

Foreclosed property - Foreclosed Property or "Property Acquired for Taxes" is recorded in the Current Fund at the assessed valuation when such property was acquired and is fully reserved. Ordinarily it is the intention of the Borough to resell foreclosed property in order to recover all or a portion of the delinquent taxes or assessments and to return the property to a taxpaying basis. For this reason the value of foreclosed property has not been included in the General Fixed Assets Account Group. If such property is converted to a municipal use, it will be recorded in the General Fixed Assets Account Group.

Deferred Charges - The recognition of certain expenditures is deferred to future periods. These expenditures or deferred charges are generally overexpenditures of legally adopted budget appropriations or emergency appropriations made in accordance with *N.J.S.A.40A:4-46* et seq. Deferred charges are subsequently raised as items of appropriation in budgets of succeeding years.

**BOROUGH OF BRADLEY BEACH
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Note 1. Summary of Significant Accounting Policies (continued):

Fund Balance – Fund Balance included in the Current Fund represents the amount available for anticipation as revenue in future year’s budgets, with certain restrictions.

Revenues – are recorded when received in cash except for certain amounts, which are due from other governmental units. Revenue from Federal and State grants are realized when anticipated as such in the Borough’s budget. Receivables for property taxes are recorded with offsetting reserves on the statement of assets, liabilities, reserves and fund balance of the Borough’s Current Fund; accordingly, such amounts are not recorded as revenue until collected. Other amounts that are due the Borough, which are susceptible to accrual are also recorded as receivables with offsetting reserves and recorded as revenues when received.

Property Tax Revenues – are collected in quarterly installments due February 1, May 1, August 1 and November 1. The amount of tax levied includes not only the amount required in support of the Borough’s annual budget, but also the amounts required in support of the budgets of the County of Monmouth, Open Space Tax Levy, Fire District and Bradley Beach Borough School District. Unpaid property taxes are subject to tax sale in accordance with statutes.

County Taxes – The municipality is responsible for levying, collecting and remitting County taxes for the County of Monmouth. Operations is charged for the amount due the County for the year, based upon the ratables required to be certified to the County Board of Taxation by January 10th of the current year. In addition, operations is charged for the County share of Added and Omitted Taxes certified to the County Board of Taxation by October 10th of the current year and due to be paid to the County by February 15th of the following year.

School Taxes – The municipality is responsible for levying, collecting and remitting school taxes for the Bradley Beach Borough School District. Operations are charged for the full amount required to be raised from taxation to operate the local school district July 1 to June 30.

Deferred School Taxes – School taxes raised in advance in the Current Fund for a school fiscal year (July 1 to June 30) which remain unpaid at December 31 of the calendar year levied may be deferred to fund balance to the extent of not more than 50% of the annual levy providing no requisition has been made by the school district for such amount.

Reserve for Uncollected Taxes – The inclusion of the “Reserve for Uncollected Taxes” appropriation in the Borough’s annual budget protects the Borough from taxes not paid currently. The Reserve, the minimum amount of which is determined on the percentage of collections experienced in the immediate preceding year, with certain exceptions, is required to provide assurance that cash collected in the current year will provide sufficient cash flow to meet expected obligations.

Expenditures – are recorded on the “budgetary” basis of accounting. Generally, expenditures are recorded when an amount is encumbered through the issuance of a numerically controlled purchase order or when a contract is executed as required by Technical Accounting Directive No. 85-1. When an expenditure is paid, the amount encumbered is simultaneously liquidated in its original amount. Encumbrances are offset by an account entitled reserve for encumbrances. The reserve is classified as a cash liability under New Jersey municipal accounting. At December 31, this reserve represents the portion of appropriation reserves that has been encumbered and is subject to the same statutory provisions as appropriation reserves. Appropriations for interest payments on outstanding general capital bonds and notes are provided on the cash basis.

**BOROUGH OF BRADLEY BEACH
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Note 1. Summary of Significant Accounting Policies (continued):

Appropriation Reserves – Appropriation reserves covering unexpended appropriation balances are automatically created at year-end and recorded as liabilities, except for amounts, which may be cancelled by the governing body. Appropriation reserves and reserve for encumbrances at current year end are available until December 31st of the succeeding year to meet specific claims, commitments or contracts incurred during the preceding year. Any unspent balances at this time are lapsed appropriation reserves and recorded as income.

Long-Term Debt - Long-Term Debt relative to the acquisition of capital assets, is recorded as a liability in the General Capital Fund. Where an improvement is a “local improvement”, i.e. assessable upon completion, long-term debt associated with that portion of the cost of the improvement to be funded by assessments is transferred to the Trust Fund upon the confirmation of the assessments or when the improvement is fully and permanently funded.

Compensated Absences – Expenditures relating to obligations for unused sick leave are not recorded until paid; however, municipalities may establish and budget reserve funds subject to NJSA 40A:4-39 for the future payment of compensated absences.

Recent Accounting Pronouncements – The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. GASB adopts accounting statements to be used by governmental units when reporting financial position and results of operations in accordance with accounting principles generally accepted in the United States of America (GAAP). The municipalities in the State of New Jersey do not prepare their financial statements in accordance with GAAP and thus do not comply with all of the GASB pronouncements.

The following GASB Statements became effective for the fiscal year ended December 31, 2021:

Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*. The requirements of this Statement are effective for reporting periods beginning after December 15, 2020.

Statement No. 93, *Replacement of Interbank Offered Rates*. The requirements of this Statement, except for paragraphs 11b, 13, and 14 are effective for reporting periods beginning after June 15, 2020.

Management has determined that the implementation of these Statements did not have a significant impact on the Borough’s financial statements.

Accounting Pronouncements Effective in Future Reporting Periods

Statement No. 87, *Leases*. The requirements of this Statement are effective for fiscal years beginning after June 15, 2021.

Statement No. 93, *Replacement of Interbank Offered Rates*. The requirement in paragraph 11b of this Statement is effective for reporting periods ending after December 31, 2021. The requirements in paragraphs 13 and 14 are effective for reporting periods beginning after June 15, 2021.

**BOROUGH OF BRADLEY BEACH
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Note 1. Summary of Significant Accounting Policies (continued):

Accounting Pronouncements Effective in Future Reporting Periods (continued)

Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans – an amendment of GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32*. Requirements of this pronouncement related to section 1, paragraph 4 are effective immediately. All other requirements will be effective for reporting periods beginning June 15, 2021. Management has determined the implementation of certain provisions within this Statement did not have a significant impact on the Borough’s financial statements.

Reclassifications

Certain reclassifications have been made to the December 31, 2020 balances to conform to the December 31, 2021 presentation.

Note 2. Deposits and Investments

The Borough is governed by the deposit and investment limitations of New Jersey state law.

Deposits

Custodial Credit Risk Related to Deposits - Custodial credit risk is the risk that, in the event of a bank failure, the Borough’s deposits may not be returned. Although the Borough does not have a formal policy regarding custodial credit risk, NJSA 17:9-41 et seq. requires that the governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). GUDPA is a supplemental insurance program set forth by the New Jersey Legislature to protect the deposits of local governmental agencies. The program is administered by the Commissioner of the New Jersey Department of Banking and Insurance. Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by FDIC. Public funds owned by the Borough in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings, bail funds or funds that may pass to the Borough relative to the happening of a future condition. Such funds are shown as Uninsured and Uncollateralized in the schedule below.

As of December 31, 2021, the Borough’s bank balance of \$12,451,046.36 was insured or collateralized as follows:

Insured under FDIC and GUDPA	\$ 11,543,783.50
Uninsured and Uncollateralized	<u>907,262.86</u>
	<u><u>\$ 12,451,046.36</u></u>

As of December 31, 2021 and 2020 the Borough did not have any investments.

**BOROUGH OF BRADLEY BEACH
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Note 3. Property Taxes

The following is a three-year comparison of certain statistical information relative to property taxes and property tax collections for the current and previous two years.

Comparison Schedule of Tax Rates

	<u>2021</u>	<u>2020</u>	<u>2019</u>
Tax Rate	<u>\$ 1.172</u>	<u>\$ 1.222</u>	<u>\$ 1.266</u>
Apportionment of Tax Rate:			
Municipal	0.456	0.481	0.481
Municipal Library	0.032	0.032	0.034
County	0.253	0.263	0.274
Local School	0.431	0.446	0.477

Assessed Valuation

<u>Year</u>	<u>Amount</u>
2021	\$ 1,535,185,500.00
2020	1,458,545,700.00
2019	1,336,939,000.00

Comparison of Tax Levies and Collections

<u>Year</u>	<u>Tax Levy</u>	<u>Cash Collections</u>	<u>Percentage Of Collection</u>
2021	\$ 18,102,381.66	\$ 17,924,574.99	99.01%
2020	17,886,703.00	17,653,893.00	98.69%
2019	17,007,625.36	16,742,911.29	98.44%

**BOROUGH OF BRADLEY BEACH
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Note 3. Property Taxes (continued):

Delinquent Taxes and Tax Title Liens

<u>Year</u>	<u>Tax Title Liens</u>	<u>Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage Of Tax Levy</u>
2021	\$ 1,739.27	\$ 177,587.92	\$ 179,327.19	0.99%
2020	1,644.34	232,706.59	234,350.93	1.31%
2019	2,254.42	336,127.41	338,381.83	1.99%

Number of Tax Title Liens

<u>Year</u>	<u>Number</u>
2021	1
2020	1
2019	1

The last tax sale was held on October 21, 2021.

Note 4: Property Acquired By Tax Title Lien Liquidation

The Borough had no properties acquired by liquidation of tax title liens as of December 31, 2021, 2020 or 2019.

Note 5. Sewer Utility Service Charges

The following is a three-year comparison of sewer utility charges (rents) and collections for the current and previous two years.

<u>Year</u>	<u>Beginning Balance</u>	<u>Levy</u>	<u>Total</u>	<u>Cash Collections</u>	<u>Percentage Of Collection</u>
2021	\$ 63,299.21	\$ 1,660,515.15	\$ 1,723,814.36	\$ 1,659,957.83	96.29%
2020	71,287.21	1,810,729.00	1,882,016.21	1,818,716.00	96.63%
2019	64,362.72	1,987,905.26	2,052,267.98	1,980,980.66	96.52%

**BOROUGH OF BRADLEY BEACH
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Note 6. Fund Balances Appropriated

The following schedule details the amount of fund balances available at the end of the current year and two previous years and the amounts utilized in the subsequent year's budgets:

<u>Year</u>	<u>Balance December 31,</u>	<u>Utilized in Budget of Succeeding Year</u>	<u>Percentage of Fund Balance Used</u>
Current Fund:			
2021	\$ 2,933,350.27	\$ 988,556.25	33.70%
2020	2,926,225.46	1,100,000.00	37.59%
2019	1,851,969.00	897,000.00	48.43%
Sewer Utility Fund:			
2021	\$ 2,125,597.63	\$ 518,836.31	24.41%
2020	2,247,550.29	356,000.00	15.84%
2019	1,977,065.00	325,000.00	16.44%
Beach Utility Fund:			
2021	\$ 1,021,361.73	\$ 1,275,397.59	124.87%
2020	1,129,885.66	600,000.00	53.10%
2019	288,925.00	212,000.00	73.38%

Note 7. Disaggregated Receivable and Payable Balances

There are no significant components of receivable and payable balances reported in the financial statements.

Note 8. Interfund Receivables, Payables and Transfers

There were the following individual fund receivable/payable balances at December 31, 2021.

Fund	Interfund Receivable	Interfund Payable
Current Fund	\$ 267,778.02	\$ 402,709.90
State and Federal Grant Fund	252,819.68	-
Other Trust Fund	-	38,638.81
General Capital Fund	161,984.71	23,962.87
Beach Utility Operating Fund	908.44	236,524.63
Beach Utility Capital Fund	17,245.72	908.44
Sewer Utility Operating Fund	94.62	4,697.72
Sewer Utility Capital Fund	6,717.15	94.62
Public Assistance	-	11.35
	<u>\$ 707,548.34</u>	<u>\$ 707,548.34</u>

**BOROUGH OF BRADLEY BEACH
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Note 9. Fixed Assets

The following is a summary of changes in the General Fixed Assets Account Group for the year ended December 31, 2021.

Fixed Assets

	Balance December 31, <u>2020</u>	<u>Additions</u>	<u>Dispositions</u>	Balance December 31, <u>2021</u>
Land	\$ 27,175,900.00	\$ -	\$ -	\$ 27,175,900.00
Buildings	6,087,100.00	-	-	6,087,100.00
Equipment	2,050,553.00	261,799.84	32,500.00	2,279,852.84
Vehicles	3,935,090.00	-	-	3,935,090.00
	<u>\$ 39,248,643.00</u>	<u>\$ 261,799.84</u>	<u>\$ 32,500.00</u>	<u>\$ 39,477,942.84</u>

Note 10. Pension Obligations

A. Public Employees' Retirement System (PERS)

Plan Description - The State of New Jersey, Public Employees' Retirement System (PERS) is a cost-sharing multiple-employer defined benefit pension plan administered by the State of New Jersey, Division of Pensions and Benefits (the Division). For additional information about PERS, please refer to Division's Comprehensive Annual Financial Report (CAFR) which can be found at <http://www.state.nj.us/treasury/pensions/annual-reports.shtml>.

The vesting and benefit provisions are set by *N.J.S.A. 43:15A*. PERS provides retirement, death and disability benefits. All benefits vest after ten years of service.

The following represents the membership tiers for PERS:

<u>Tier</u>	<u>Definition</u>
1	Members who were enrolled prior to July 1, 2007
2	Members who were eligible to enroll on or after July 1, 2007 and prior to November 2, 2008
3	Members who were eligible to enroll on or after November 2, 2008 and prior to May 22, 2010
4	Members who were eligible to enroll on or after May 22, 2010 and prior to June 28, 2011
5	Members who were eligible to enroll on or after June 28, 2011

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to tiers 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 with 25 or more years of service credit before age 62 and tier 5 with 30 or more years of service credit before age 65. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the age at which a member can receive full early retirement benefits in accordance with their respective tier. Tier 1 members can receive an unreduced benefit from age 55 to age 60 if they have at least 25 years of service. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

**BOROUGH OF BRADLEY BEACH
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Note 10. Pension Obligations (continued):

A. Public Employees' Retirement System (PERS) (continued):

Basis of Presentation - The schedules of employer and nonemployer allocations and the schedules of pension amounts by employer and nonemployer (collectively, the Schedules) present amounts that are considered elements of the financial statements of PERS or its participating employers. Accordingly, they do not purport to be a complete presentation of the financial position or changes in financial position of PERS or the participating employers. The accompanying Schedules were prepared in accordance with U.S. generally accepted accounting principles. Such preparation requires management of PERS to make a number of estimates and assumptions relating to the reported amounts. Due to the inherent nature of these estimates, actual results could differ from those estimates.

Contributions - The contribution policy for PERS is set by *N.J.S.A. 43:15A* and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group insurance benefits is based on actual claims paid. For the fiscal year 2021, the State's pension contribution was less than the actuarial determined amount. The local employers' contribution amounts are based on an actuarially determined rate, which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PERS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law. This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets. For the year ended December 31, 2021, the Borough's contractually required contribution to PERS plan was \$264,880.00.

Components of Net Pension Liability - At December 31, 2021, the Borough's proportionate share of the PERS net pension liability was \$2,679,410.00. The net pension liability was measured as of June 30, 2021. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2020, which was rolled forward to June 30, 2021. The Borough's proportion of the net pension liability was based on the Borough's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2021. The Borough's proportion measured as of June 30, 2021, was 0.0226177380% which was an increase of 0.0001860556% from its proportion measured as of June 30, 2020.

Balances at December 31, 2021 and December 31, 2020

	<u>12/31/2021</u>	<u>12/30/2020</u>
Actuarial valuation date (including roll forward)	June 30, 2021	June 30, 2020
Deferred Outflows of Resources	\$ 522,899	\$ 1,011,199
Deferred Inflows of Resources	1,879,795	1,492,888
Net Pension Liability	2,679,410	3,718,702
 Borough's portion of the Plan's total Net Pension Liability	 0.02262%	 0.02280%

**BOROUGH OF BRADLEY BEACH
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Note 10. Pension Obligations (continued):

A. Public Employees' Retirement System (PERS) (continued):

Pension Expense/(Credit) and Deferred Outflows/Inflows of Resources - At December 31, 2021, the Borough's proportionate share of the PERS expense/(credit), calculated by the plan as of the June 30, 2021 measurement date is \$(298,776.00). This expense/(credit) is not recognized by the Borough because of the regulatory basis of accounting as described in Note 1, but as previously mentioned the Borough contributed \$264,880.00 to the plan in 2021.

At December 31, 2021, the Borough reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience	\$ 42,258	\$ 19,181
Changes of Assumptions	13,954	953,887
Net Difference between Projected and Actual Earnings on Pension Plan Investments	-	705,827
Changes in Proportion and Differences between Borough Contributions and Proportionate Share of Contributions	<u>466,687</u>	<u>200,900</u>
	<u>\$ 522,899</u>	<u>\$ 1,879,795</u>

**BOROUGH OF BRADLEY BEACH
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Note 10. Pension Obligations (continued)

A. Public Employees' Retirement System (PERS) (continued)

The Borough will amortize the above sources of deferred outflows and inflows related to PERS over the following number of years:

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Differences between Expected and Actual Experience		
Year of Pension Plan Deferral:		
June 30, 2015	5.72	-
June 30, 2016	5.57	-
June 30, 2017	5.48	-
June 30, 2018	5.63	-
June 30, 2019	5.21	-
June 30, 2020	5.16	-
June 30, 2021	5.13	-
Changes of Assumptions		
Year of Pension Plan Deferral:		
June 30, 2016	5.57	-
June 30, 2017	-	5.48
June 30, 2018	-	5.63
June 30, 2019	-	5.21
June 30, 2020	-	5.16
June 30, 2021	-	5.13
Net Difference between Projected and Actual Earnings on Pension Plan Investments		
Year of Pension Plan Deferral:		
June 30, 2014	-	5.00
June 30, 2015	-	5.00
June 30, 2016	5.00	-
June 30, 2017	5.00	-
June 30, 2018	5.00	-
June 30, 2019	5.00	-
June 30, 2020	5.00	-
June 30, 2021	5.00	-
Changes in Proportion and Differences between Contributions and Proportionate Share of Contributions		
Year of Pension Plan Deferral:		
June 30, 2016	5.57	5.57
June 30, 2017	5.48	5.48
June 30, 2018	5.63	5.63
June 30, 2019	5.21	5.21
June 30, 2020	5.16	5.16
June 30, 2021	5.13	5.13

**BOROUGH OF BRADLEY BEACH
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Note 10. Pension Obligations (continued)

A. Public Employees' Retirement System (PERS) (continued)

The following is a summary of the deferred outflows of resources and deferred inflows of resources related to PERS that will be recognized in future periods:

Year Ending <u>June 30,</u>	<u>Amount</u>
2023	\$ (497,567)
2024	(281,146)
2025	(260,410)
2026	(281,704)
2027	<u>(36,067)</u>
	<u>\$ (1,356,894)</u>

Actuarial Assumptions - The total pension asset/(liability) as of the measurement date was determined by using an actuarial valuation as noted in the table below, with update procedures used to roll forward the total pension liability to the measurement date. The actuarial valuations used the following actuarial assumptions:

Inflation	
Price	2.75%
Wage	3.25%

Salary Increases:

Through 2026	2.00 - 6.00% Based on Years of Service
Thereafter	3.00 - 7.00% Based on Years of Service

Investment Rate of Return	7.00%
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Mortality Rate Table

PERS	Pub-2010 General Below-Median Income Employee mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021
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Period of Actuarial Experience

Study upon which Actuarial Assumptions were Based	July 1, 2014 - June 30, 2018
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**BOROUGH OF BRADLEY BEACH
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Note 10. Pension Obligations (continued)

A. Public Employees' Retirement System (PERS) (continued)

Pre-retirement mortality rates were based on the Pub-2010 General Below-Median Income Employee Mortality Table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 General Below-Median Income Healthy Retiree mortality table with a 91.4% adjustment for males and 99.7% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability retirement rates used to value disabled retirees were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 127.7% adjustment for males and 117.2% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2021.

The actuarial assumptions used in the July 1, 2020 valuation were based on the results of an actuarial experience study for the period July 1, 2014 to June 30, 2018. It is likely that future experience will not exactly conform to these assumptions. To the extent that actual experience deviates from these assumptions, the emerging liabilities may be higher or lower than anticipated. The more the experience deviates, the larger the impact on future financial statements.

Long-Term Expected Rate of Return - In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2021) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2021 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	27.00%	8.09%
Non-U.S. Developed Markets Equity	13.50%	8.71%
Emerging Markets Equity	5.50%	10.96%
Private Equity	13.00%	11.30%
Real Estate	8.00%	9.15%
Real Assets	3.00%	7.40%
High Yield	2.00%	3.75%
Private Credit	8.00%	7.60%
Investment Grade Credit	8.00%	1.68%
Cash Equivalents	4.00%	0.50%
U.S. Treasuries	5.00%	0.95%
Risk Mitigation Strategies	3.00%	3.35%
	<u>100.00%</u>	

**BOROUGH OF BRADLEY BEACH
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Note 10. Pension Obligations (continued)

A. Public Employees' Retirement System (PERS) (continued)

Discount Rate - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2021. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be based on 78% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.

Sensitivity of the Borough's proportionate share of the Net Pension Liability to Changes in the Discount Rate - The following presents the Borough's proportionate share of the net pension liability calculated using the discount rate as disclosed above, as well as what the Borough's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00%) or 1-percentage-point higher (8.00%) than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Borough's Proportionate Share of the Net Pension Liability	\$ 3,718,045	\$ 2,679,410	\$ 1,891,963

**BOROUGH OF BRADLEY BEACH
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Note 10. Pension Obligations (continued):

B. Police and Firemen's Retirement System (PFRS)

Plan Description – The State of New Jersey, Police and Firemen's Retirement System (PFRS) is a cost-sharing multiple-employer defined benefit pension plan administered by the State of New Jersey, Division of Pensions and Benefits (the Division). For additional information about PFRS, please refer to the Division's Comprehensive Annual Financial Report (CAFR) which can be found at <http://www.state.nj.us/treasury/pensions/annual-reports.shtml>.

The vesting and benefit provisions are set by N.J.S.A. 43:16A. PFRS provides retirement as well as death and disability benefits. All benefits vest after ten years of service, except disability benefits which vest after four years of service.

The following represents the membership tiers for PFRS:

<u>Tier</u>	<u>Definition</u>
1	Members who were enrolled prior to May 22, 2010.
2	Members who were eligible to enroll on or after May 22, 2010 and prior to June 28, 2011
3	Members who were eligible to enroll on or after June 28, 2011

Service retirement benefits are available at age 55 and are generally determined to be 2% of final compensation for each year of creditable service, as defined, up to 30 years plus 1% for each year of service in excess of 30 years. Members may seek special retirement after achieving 25 years of creditable service, in which benefits would equal 65% (tiers 1 and 2 members) and 60% (tier 3 members) of final compensation plus 1 % for each year if creditable service over 25 years but not to exceed 30 years. Members may elect deferred retirement benefits after achieving ten years of service, in which case benefits would begin at age 55 equal to 2% of final compensation for each year of service.

Basis of Presentation - The schedule of employer and nonemployer allocations and the schedule of pension amounts by employer and nonemployer (collectively, the Schedules) present amounts that are considered elements of the financial statements of PFRS, its participating employers or the State as a nonemployer contributing entity. Accordingly, they do not purport to be a complete presentation of the financial position or changes in financial position of PFRS, the participating employers, or the State. The accompanying Schedules were prepared in accordance with U.S. generally accepted accounting principles. Such preparation requires management of PFRS to make a number of estimates and assumptions relating to the reported amounts. Due to the inherent nature of these estimates, actual results could differ from those estimates.

Contributions - The contribution policy for PFRS is set by *N.J.S.A. 43:16A* and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's contribution amount is based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. For fiscal year 2021, the State contributed an amount less than the actuarially determined amount. The Local employers' contribution amounts are based on an actuarially determined rate which includes the normal cost and unfunded accrued liability. Chapter 19, P.L. 2009 provided an option for local employers of PFRS to contribute 50% of the normal and accrued liability contribution amounts certified for payments due in State fiscal year 2009. Such employers will be credited with the full payment and any such amounts will not be included in their unfunded liability. The actuaries will determine the unfunded liability of those retirement systems, by employer, for the reduced normal and accrued liability contributions provided under this law.

**BOROUGH OF BRADLEY BEACH
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Note 10. Pension Obligations (continued)

B. Police and Firemen's Retirement System (PFRS) (continued)

This unfunded liability will be paid by the employer in level annual payments over a period of 15 years beginning with the payments due in the fiscal year ended June 30, 2012 and will be adjusted by the rate of return on the actuarial value of assets. For the year ended December 31, 2021, the Borough's contractually required contributions to PFRS plan was \$643,933.00.

Net Pension Liability and Pension Expense - At December 31, 2021 the Borough's proportionate share of the PFRS net pension liability was \$4,038,394.00. The net pension liability was measured as of June 30, 2021. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2020, to the measurement date of June 30, 2021. The Borough's proportion of the net pension liability was based on the Borough's actual contributions to the plan relative to the total of all participating employers' contributions for the year ended June 30, 2021. The Borough's proportion measured as of June 30, 2021, was 0.0552511984%, which was a decrease of 0.0004273934% from its proportion measured as of June 30, 2020.

Balances at December 31, 2021 and December 31, 2020

	<u>12/31/2021</u>	<u>12/30/2020</u>
	June 30, 2021	June 30, 2020
Actuarial valuation date (including roll forward)		
Deferred Outflows of Resources	\$ 471,107	\$ 1,113,855
Deferred Inflows of Resources	4,261,187	3,097,349
Net Pension Liability	4,038,394	7,194,408
Borough's portion of the Plan's total net pension Liability	0.05525%	0.05568%

Pension Expense/(Credit) and Deferred Outflows/Inflows of Resources – At December 31, 2021, the Borough's proportionate share of the PFRS expense/(credit), calculated by the plan as of the June 30, 2021 measurement date was \$(705,335.00). This expense/(credit) is not recognized by the Borough because of the regulatory basis of accounting as described in Note 1, but as previously mentioned the Borough contributed \$643,933.00 to the plan in 2021.

**BOROUGH OF BRADLEY BEACH
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Note 10. Pension Obligations (continued)

B. Police and Firemen’s Retirement System (PFRS) (continued)

At December 31, 2021, the Borough had deferred outflows of resources and deferred inflows of resources related to PFRS from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Experience	\$ 46,073	\$ 483,758
Changes of Assumptions	21,489	1,210,288
Net Difference between Projected and Actual Earnings on Pension Plan Investments	-	1,720,891
Changes in Proportion and Differences between Borough Contributions and Proportionate Share of Contribution:	403,545	846,250
	\$ 471,107	\$ 4,261,187

**BOROUGH OF BRADLEY BEACH
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Note 10. Pension Obligations (continued)

B. Police and Firemen's Retirement System (PFRS) (continued)

The Borough will amortize the above sources of deferred outflows and inflows related to PFRS over the following number of years:

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Differences between Expected and Actual Experience		
Year of Pension Plan Deferral:		
June 30, 2016	-	5.58
June 30, 2017	5.59	-
June 30, 2018	5.73	-
June 30, 2019	-	5.92
June 30, 2020	5.90	-
June 30, 2021	-	6.17
Changes of Assumptions		
Year of Pension Plan Deferral:		
June 30, 2016	5.58	-
June 30, 2017	-	5.59
June 30, 2018	-	5.73
June 30, 2019	-	5.92
June 30, 2020	-	5.90
June 30, 2021	6.17	-
Net Difference between Projected and Actual Earnings on Pension Plan Investments		
Year of Pension Plan Deferral:		
June 30, 2017	-	5.00
June 30, 2018	-	5.00
June 30, 2019	5.00	-
June 30, 2020	5.00	-
June 30, 2021	-	5.00
Changes in Proportion and Differences between Contributions and Proportionate Share of Contributions		
Year of Pension Plan Deferral:		
June 30, 2016	5.58	5.58
June 30, 2017	5.59	5.59
June 30, 2018	5.73	5.73
June 30, 2019	5.92	5.92
June 30, 2020	5.90	5.90
June 30, 2021	6.17	6.17

**BOROUGH OF BRADLEY BEACH
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Note 10. Pension Obligations (continued)

B. Police and Firemen's Retirement System (PFRS) (continued)

The following is a summary of the deferred outflows of resources and deferred inflows of resources related to PFRS that will be recognized in future periods:

Year Ending		
June 30,	Amount	
2023	\$	(1,953,296)
2024		(797,861)
2025		(677,344)
2026		(459,192)
2027		<u>122,756</u>
	\$	<u>(3,764,937)</u>

Special Funding Situation – Under N.J.S.A. 43:16A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State if certain circumstances occurred. The legislation which legally obligates the state is as follows: Chapter 8, P.L. 2000, Chapter 318, P.L. 2001, Chapter 86, P.L. 2001, Chapter 511, P.L. 1991, Chapter 109, P.L. 1979, Chapter 247, P.L. 1993 and Chapter 201, P.L. 2001.

The amounts contributed on behalf of the local participating employers under this legislation is considered to be a special funding situation as defined by GASB Statement No. 68 and the State is treated as a non-employer contributing entity. Since the local participating employers do not contribute under this legislation directly to the plan (except for employer specific financed amounts), there is no net pension liability to report in the financial statements of the local participating employers related to this legislation.

Additionally, the State's proportionate share of the PFRS net pension liability attributable to the Borough is \$1,135,798.00 as of December 31, 2021. The net pension liability was measured as of June 30, 2021. The total pension liability used to calculate the net pension liability was determined using update procedures to roll forward the total pension liability from an actuarial valuation as of July 1, 2020, to the measurement date of June 30, 2021. The State's proportion of the net pension liability associated with the Borough was based on a projection of the Borough's long-term share of contributions to the pension plan relative to the projected contributions of all participating members, actuarially determined. The State's proportion measured as of June 30, 2021 was 0.0552511984%, which was a decrease of 0.0004273934% from its proportion measured as of June 30, 2020, which is the same proportion as the Borough's. At December 31, 2021, the Borough's and the State of New Jersey's proportionate share of the PFRS net pension liability were as follows:

Borough's Proportionate Share of Net Pension Liability	\$ 4,038,394
State of New Jersey's Proportionate Share of Net Pension Liability Associated with the Borough	<u>1,135,798</u>
	<u>\$ 5,174,192</u>

**BOROUGH OF BRADLEY BEACH
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Note 10. Pension Obligations (continued)

B. Police and Firemen's Retirement System (PFRS) (continued)

At December 31, 2021, the State's proportionate share of the PFRS expense, associated with the Borough, calculated by the plan as of the June 30, 2020 measurement date was \$126,495.00.

Actuarial Assumptions - The total pension asset/(liability) as of the measurement date was determined by using an actuarial valuation as noted in the table below, with update procedures used to roll forward the total pension liability to the measurement date. The actuarial valuations used the following actuarial assumptions:

Inflation		
Price		2.75%
Wage		3.25%
 Salary Increases:		
Through all future years		3.25 - 15.25%
		Based on Years of Service
 Investment Rate of Return		 7.00%
 Mortality Rate Table		
PFRS		Pub-2010 Safety Employee mortality table with fully generational mortality improvement projections from the central year using Scale MP-2021
 Period of Actuarial Experience		
Study upon which Actuarial		
Assumptions were Based		July 1, 2013 - June 30, 2018

Pre-retirement mortality rates were based on the Pub-2010 Safety Employee mortality table with a 105.6% adjustment for males and 102.5% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. For healthy annuitants, post-retirement mortality rates were based on the Pub-2010 Safety Retiree Below-Median Income Weighted mortality table with a 96.7% adjustment for males and 96.0% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. For beneficiaries, the Pub-2010 General Retiree Below-Median Income Weighted mortality table was used, unadjusted, and with future improvement from the base year of 2010 on a generational basis. Disability rates were based on the Pub-2010 Safety Disabled Retiree mortality table with a 152.0% adjustment for males and 109.3% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2020.

The actuarial assumptions used in the July 1, 2020 valuation were based on the results of an actuarial experience study for the period July 1, 2013 to June 30, 2018.

**BOROUGH OF BRADLEY BEACH
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Note 10. Pension Obligations (continued)

B. Police and Firemen's Retirement System (PFRS) (continued)

Long-Term Expected Rate of Return - In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2021) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PFRS's target asset allocation as of June 30, 2021 are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	27.00%	8.09%
Non-U.S. Developed Markets Equity	13.50%	8.71%
Emerging Markets Equity	5.50%	10.96%
Private Equity	13.00%	11.30%
Real Estate	8.00%	9.15%
Real Assets	3.00%	7.40%
High Yield	2.00%	3.75%
Private Credit	8.00%	7.60%
Investment Grade Credit	8.00%	1.68%
Cash Equivalents	4.00%	0.50%
U.S. Treasuries	5.00%	0.95%
Risk Mitigation Strategies	3.00%	3.35%
	<u>100.00%</u>	

Discount Rate - The discount rate used to measure the total pension liability was 7.00% as of June 30, 2021. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.

**BOROUGH OF BRADLEY BEACH
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Note 10. Pension Obligations (continued)

B. Police and Firemen's Retirement System (PFRS) (continued)

Sensitivity of the Borough's proportionate share of the Net Pension Liability to Changes in the Discount Rate - The following presents the Borough's proportionate share of the net pension liability calculated using the discount rate as disclosed above, as well as what the Borough's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00%) or 1-percentage-point higher (8.00%) than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Borough's Proportionate Share of the Net Pension Liability	\$ 6,132,175	\$ 4,038,394	\$ 2,295,547
State of New Jersey's Proportionate Share of Net Pension Liability associated with the Borough	1,724,674	1,135,798	645,623
	\$ 7,856,849	\$ 5,174,192	\$ 2,941,170

Related Party Investments - The Division of Pensions and Benefits does not invest in securities issued by the Borough.

Note 11. Postemployment Benefits Other Than Pensions

As of the date of this report, the New Jersey Division of Pension and Benefits has not provided updated actuarial valuations for other postemployment benefit (OPEB) plans for the year ended June 30, 2021. The New Jersey Division of Pension and Benefits will post these reports on their website as they are made available. The footnote below includes the most current information made publicly available, which had a reporting date of June 30, 2020.

General Information about the OPEB Plan

The State Health Benefit Local Government Retired Employees Plan (the Plan) is a cost-sharing multiple-employer defined benefit other postemployment benefit (OPEB) plan with a special funding situation. It covers employees of local government employers that have adopted a resolution to participate in the Plan. For additional information about the Plan, please refer to the State of New Jersey (the State), Division of Pensions and Benefits' (the Division) Comprehensive Annual Financial Report (CAFR), which can be found at <https://www.state.nj.us/treasury/pensions/financial-reports.shtml>.

**BOROUGH OF BRADLEY BEACH
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Note 11. Postemployment Benefits Other Than Pensions (continued):

The Plan provides medical and prescription drug to retirees and their covered dependents of the participating employers. Under the provisions of Chapter 88, P.L. 1974 and Chapter 48, P.L. 1999, local government employers electing to provide postretirement medical coverage to their employees must file a resolution with the Division. Under Chapter 88, local employers elect to provide benefit coverage based on the eligibility rules and regulations promulgated by the State Health Benefits Commission. Chapter 48 allows local employers to establish their own age and service eligibility for employer paid health benefits coverage for retired employees. Under Chapter 48, the employer may assume the cost of postretirement medical coverage for employees and their dependents who: 1) retired on a disability pension; or 2) retired with 25 or more years of service credit in a State or locally administered retirement system and a period of service of up to 25 years with the employer at the time of retirement as established by the employer; or 3) retired and reached the age of 65 with 25 or more years of service credit in a State or locally administered retirement system and a period of service of up to 25 years with the employer at the time of retirement as established by the employer; or 4) retired and reached age 62 with at least 15 years of service with the employer. Further, the law provides that the employer paid obligations for retiree coverage may be determined by means of a collective negotiations agreement.

In accordance with Chapter 330, P.L. 1997, which is codified in N.J.S.A 52:14-17.32i, the State provides medical and prescription coverage to local police officers and firefighters, who retire with 25 years of service or on a disability from an employer who does not provide postretirement medical coverage. Local employers were required to file a resolution with the Division in order for their employees to qualify for State-paid retiree health benefits coverage under Chapter 330. The State also provides funding for retiree health benefits to survivors of local police officers and firefighters who die in the line of duty under Chapter 271, P.L.1989.

Pursuant to Chapter 78, P.L, 2011, future retirees eligible for postretirement medical coverage who have less than 20 years of creditable service on June 28, 2011 will be required to pay a percentage of the cost of their health care coverage in retirement provided they retire with 25 or more years of pension service credit. The percentage of the premium for which the retiree will be responsible will be determined based on the retiree's annual retirement benefit and level of coverage.

Basis of Presentation

The schedule of employer and nonemployer allocations and the schedule of OPEB amounts by employer and nonemployer (collectively, the Schedules) present amounts that are considered elements of the financial statements of its participating employers or the State as a nonemployer contributing entity. Accordingly, they do not purport to be a complete presentation of the financial position or changes in financial position of the participating employers or the State. The accompanying Schedules were prepared in accordance with U.S. generally accepted accounting principles. Such preparation requires management of the Plan to make a number of estimates and assumptions relating to the reported amounts. Due to the inherent nature of these estimates, actual results could differ from those estimates.

**BOROUGH OF BRADLEY BEACH
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Note 11. Postemployment Benefits Other Than Pensions (continued):

Allocation Methodology

GASB Statement No. 75 requires participating employers in the Plan to recognize their proportionate share of the collective net OPEB liability, collective deferred outflows of resources, collective deferred inflows of resources, and collective OPEB (benefit) expense. The special funding situation's and nonspecial funding situation's net OPEB liability, deferred outflows of resources, deferred inflows of resources, and OPEB (benefit) expense are based on separately calculated total OPEB liabilities. For the special funding situation and the nonspecial funding situation, the total OPEB liabilities for the year ended June 30, 2020 were \$5,512,481,278 and \$12,598,993,950, respectively. The nonspecial funding situation's net OPEB liability, deferred outflows of resources, deferred inflows of resources, and OPEB (benefit) expense are further allocated to employers based on the ratio of the plan members of an individual employer to the total members of the Plan's nonspecial funding situation during the measurement period July 1, 2019 through June 30, 2020. Employer and nonemployer allocation percentages have been rounded for presentation purposes; therefore, amounts presented in the schedule of OPEB amounts by employer and nonemployer may result in immaterial differences.

Net OPEB Liability

The total OPEB liability as of June 30, 2020 was determined by an actuarial valuation as of July 1, 2019, which was rolled forward to June 30, 2020. The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Inflation Rate	2.50%
Salary Increases*:	
Public Employees' Retirement System (PERS)	
Initial Fiscal Year Applied	
Rate through 2026	2.00% to 6.00%
Rate thereafter	3.00% to 7.00%
Police and Firemen's Retirement System (PFRS)	
Rate for all future years	3.25% to 15.25%
Mortality:	
PERS	Pub-2010 General classification headcount weighted mortality with fully generational mortality improvement projections from the central year using Scale MP-2020
PERS	Pub-2010 Safety classification headcount weighted mortality with fully generational mortality improvement projections from the central year using Scale MP-2020

* - Salary Increases are based on the defined benefit plan that the member is enrolled in and his or her age.

**BOROUGH OF BRADLEY BEACH
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Note 11. Postemployment Benefits Other Than Pensions (continued):

OPEB Obligation and OPEB (benefit) Expense - The State's proportionate share of the total Other Post-Employment Benefits Obligations, attributable to the Borough's as of June 30, 2020 was \$12,573,038.00.

The OPEB Obligation was measured as of June 30, 2020, and the total OPEB Obligation used to calculate the OPEB Obligation was determined by an actuarial valuation as of July 1, 2019, which was rolled forward to June 30, 2020. The State's proportionate share of the OPEB Obligation associated with the Borough was based on projection of the State's long-term contributions to the OPEB plan associated with the Borough relative to the projected contributions by the State associated with all participating Municipalities, actuarially determined. At June 30, 2020, the State proportionate share of the OPEB Obligation attributable to the Borough was 0.070058%, which was an increase of 0.024454% from its proportion measured as of June 30, 2019.

For the fiscal year ended June 30, 2020, the State of New Jersey recognized an OPEB (benefit) expense in the amount of \$682,850.00 for the State's proportionate share of the OPEB (benefit) expense attributable to the Borough. This OPEB (benefit) expense was based on the OPEB plans June 30, 2020 measurement date.

Actuarial assumptions used in the July 1, 2019 valuation were based on the results of the PFRS and PERS experience studies prepared for July 1, 2013 to June 30, 2018 and July 1, 2014 to June 30, 2018, respectively.

100% of active members are considered to participate in the Plan upon retirement.

Health Care Trend Assumptions

For pre-Medicare medical benefits, the trend rate is initially 5.6% and decreases to a 4.5% long-term trend rate after seven years. For post-65 medical benefits, the actual fully-insured Medicare Advantage trend rates for fiscal year 2021 through 2022 are reflected. The rates used for 2023 and 2024 are 21.83% and 18.53%, respectively, trending is 4.5% for all future years. For prescription drug benefits, the initial trend rate is 7.0% decreasing to a 4.5% long-term trend rate after seven years.

Discount Rate

The discount rate for June 30, 2020 was 2.21%. This represents the municipal bond return rate as chosen by the State. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

**BOROUGH OF BRADLEY BEACH
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Note 11. Postemployment Benefits Other Than Pensions (continued):

Sensitivity of Net OPEB Liability to Changes in the Discount Rate

The following presents the collective net OPEB liability of the participating employers as of June 30, 2020, calculated using the discount rate as disclosed above as well as what the collective net OPEB liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage-point higher than the current rate:

	At 1% Decrease (1.21%)	At Discount Rate (2.21%)	At 1% Increase (3.21%)
State of New Jersey's Proportionate Share of Total OPEB Obligation Associated with The Borough	\$ 14,863,987.34	\$ 12,573,038.00	\$ 10,759,543.29
State of New Jersey's Total Nonemployer OPEB Liability	21,216,688,254.00	17,946,612,946.00	15,358,051,000.00

Sensitivity of Net OPEB Liability to Changes in the Healthcare Trend Rate:

The following presents the net OPEB liability as of June 30, 2020, calculated using the healthcare trend rate as disclosed above as well as what the net OPEB liability would be if it was calculated using a healthcare trend rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	1% Decrease	Healthcare Cost Trend Rate	1% Increase
State of New Jersey's Proportionate Share of Total OPEB Obligations Associated with The Borough	\$ 10,404,201.91	\$ 12,573,038.00	\$ 15,413,158.59
State of New Jersey's Total Nonemployer OPEB Liability	14,850,840,718.00	17,946,612,946.00	22,000,569,109.00

Additional Information – The following is a summary of the collective balances of the local group at June 30, 2020:

Collective Balances at December 31, 2021 and December 31, 2020

	12/31/2021	12/31/2020
Actuarial valuation date (including roll forward)	June 30, 2020	June 30, 2019
Collective Deferred Outflows of Resources	\$ 3,168,345,589.00	\$ 11,158,226.00
Collective Deferred Inflows of Resources	7,333,043,620.00	8,761,825,481.00
Collective Net OPEB Liability	17,946,612,946.00	13,546,071,100.00
Borough's Portion	0.070058%	0.045604%

**BOROUGH OF BRADLEY BEACH
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Note 11. Postemployment Benefits Other Than Pensions (continued):

The collective amounts reported as a deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ending June 30:	
2021	\$ (964,720,007.00)
2022	(965,594,678.00)
2023	(967,008,484.00)
2024	(968,300,349.00)
2025	(660,258,014.00)
Thereafter	<u>361,183,501.00</u>
	<u><u>\$ (4,164,698,031.00)</u></u>

Changes in Proportion

The previous amounts do not include employer specific deferred outflows of resources and deferred inflow of resources related to the changes in proportion. These amounts should be recognized (amortized) by each employer over the average remaining service lives of all plan members, which is 7.87, 8.05, 8.14 and 8.04 years for the 2020, 2019, 2018 and 2017 amounts, respectively.

Plan Membership

At June 30, 2019, the Program membership consisted of the following:

	<u>June 30, 2019</u>
Active Plan Members	62,547
Retirees Currently Receiving Benefits	<u>30,614</u>
Total Plan Members	<u><u>93,161</u></u>

**BOROUGH OF BRADLEY BEACH
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Note 12. Municipal Debt

	<u>2021</u>	<u>2020</u>	<u>2019</u>
Issued:			
General	\$ 5,369,601.88	\$ 4,594,215.00	\$ 3,793,382.00
Sewer Utility	3,114,941.19	3,231,162.00	2,717,892.00
Beach Utility	1,239,000.00	1,368,000.00	1,559,000.00
	<hr/>	<hr/>	<hr/>
Total Debt Issued	9,723,543.07	9,193,377.00	8,070,274.00
	<hr/>	<hr/>	<hr/>
Authorized but not issued:			
General	1,487,559.31	496,299.00	471,298.00
Sewer Utility	4,832,490.00	2,495,000.00	2,495,000.00
Beach Utility	132,782.42	132,782.00	132,789.00
	<hr/>	<hr/>	<hr/>
Net Debt Issued and Authorized But Not Issued	6,452,831.73	3,124,081.00	3,099,087.00
	<hr/>	<hr/>	<hr/>
Total Gross Debt	\$ 16,176,374.80	\$ 12,317,458.00	\$ 11,169,361.00
	<hr/>	<hr/>	<hr/>
Less			
Sewer Utility:			
Self-Liquidating Debt	7,947,431.19	5,726,162.00	5,212,892.00
Beach Utility			
Self-Liquidating Debt	1,371,782.42	1,500,782.00	1,691,789.00
	<hr/>	<hr/>	<hr/>
Total Deductions	9,319,213.61	7,226,944.00	6,904,681.00
	<hr/>	<hr/>	<hr/>
Net Debt Issued and Authorized But Not Issued	\$ 6,857,161.19	\$ 5,090,514.00	\$ 4,264,680.00
	<hr/>	<hr/>	<hr/>

Summary of Statutory Debt Condition - Annual Debt Statement

The following schedule is a summary of the previous schedule and is prepared in accordance with the required method of setting up the Annual Debt Statement:

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Local District School Debt	\$ 600,000.00	\$ 600,000.00	\$ -
General Debt	6,857,161.19		6,857,161.19
Sewer Utility Debt	7,947,431.19	7,947,431.19	-
Beach Utility Debt	1,371,782.42	1,371,782.42	-
	<hr/>	<hr/>	<hr/>
	\$ 16,776,374.80	\$ 9,919,213.61	\$ 6,857,161.19
	<hr/>	<hr/>	<hr/>

The Chief Financial Officer should file a revised annual debt statement.

**BOROUGH OF BRADLEY BEACH
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Note 12. Municipal Debt (continued):

Net Debt \$6,857,161.19 divided by the average Equalized Valuation Basis per N.J.S.A 40A:2-2 as amended, \$1,496,691,616.33 equals 0.458%. New Jersey statute 40A:2-6, as amended, limits the debt of a Municipality to 3.5% of the last three preceding year's average equalized valuations of real estate, including improvements and the assessed valuation of Class II Railroad Property. The remaining borrowing power in dollars at December 31, 2021 is calculated as follows:

Borrowing Power Under N.J.S. 40A:2-6 as Amended

3 1/2% of Equalized Valuation Basis (Municipal)	\$	52,384,206.57
Net Debt		6,857,161.19
 Remaining Borrowing Power	 \$	 <u>45,527,045.38</u>

Self-Liquidating Sewer Utility Calculation per N.J.S.A. 40A:2-46

Cash Receipts From Fees, Rents or Other Charges for the Year		\$ 2,075,604.13
Deductions:		
Operating and Maintenance Costs	\$	1,606,420.00
Debt Service		139,945.62
Total Deductions		1,746,365.62
Excess/(Deficit) in Revenue	\$	329,238.51

*If Excess in Revenues all Utility Debt is Deducted

Self-Liquidating Beach Utility Calculation per N.J.S.A. 40A:2-46

Cash Receipts From Fees, Rents or Other Charges for the Year		\$ 2,845,003.05
Deductions:		
Operating and Maintenance Costs	\$	1,838,000.00
Debt Service		168,796.21
Total Deductions		2,006,796.21
Excess/(Deficit) in Revenue	\$	838,206.84

*If Excess in Revenues all Utility Debt is Deducted

**BOROUGH OF BRADLEY BEACH
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Note 12. Municipal Debt (continued)

General Debt

A. Serial Bonds Payable

Principal and interest due on the outstanding bonds are as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 690,902.78	\$ 143,610.97	\$ 834,513.75
2023	347,993.06	116,172.01	464,165.07
2024	360,083.33	106,241.25	466,324.58
2025	377,173.61	96,118.68	473,292.29
2026	394,263.89	85,304.31	479,568.19
2027-2031	2,145,583.33	239,622.64	2,385,205.97
2032-2034	795,000.00	23,175.00	818,175.00
	<u>\$ 5,111,000.00</u>	<u>\$ 810,244.86</u>	<u>\$ 5,921,244.86</u>

B. Capital Lease Obligations

Principal and interest due on the outstanding leases are as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 72,000.00	\$ 8,000.00	\$ 80,000.00
2023	59,000.00	5,120.00	64,120.00
2024	20,000.00	2,770.00	22,770.00
2025	20,000.00	1,770.00	21,770.00
2026	8,000.00	850.00	8,850.00
2027	9,000.00	450.00	9,450.00
	<u>\$ 188,000.00</u>	<u>\$ 18,960.00</u>	<u>\$ 206,960.00</u>

C. Green Trust Loans

Principal and interest due on the outstanding loans are as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 23,067.21	\$ 1,297.28	\$ 24,364.49
2023	23,530.85	833.63	24,364.48
2024	24,003.82	240.04	24,243.86
	<u>\$ 70,601.88</u>	<u>\$ 2,370.95</u>	<u>\$ 72,972.83</u>

**BOROUGH OF BRADLEY BEACH
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Note 12. Municipal Debt (continued)

D. Bond Anticipation Notes Payable – Short Term Debt

As of December 31, 2021 there were no bond anticipation notes payable in the General Capital Fund.

The purpose of short-term borrowings is to provide resources as needed for general capital construction, acquisitions or improvement projects and other purposes permitted by State Local Bond Law NJSA 40A:2 et. seq.

E. Bonds and Notes Authorized But Not Issued

As of December 31, 2021, the Borough had \$1,487,559.31 in various General Capital bonds and notes authorized but not issued.

Beach Utility Debt

A. Serial Bonds Payable

Principal and interest due on the outstanding bonds are as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 149,097.22	\$ 49,089.03	\$ 198,186.25
2023	157,006.94	42,477.99	199,484.93
2024	169,916.67	35,558.75	205,475.42
2025	177,826.39	28,081.32	205,907.71
2026	185,736.11	20,295.69	206,031.81
2027-2031	<u>399,416.67</u>	<u>20,727.36</u>	<u>420,144.03</u>
	<u>\$1,239,000.00</u>	<u>\$ 196,230.14</u>	<u>\$1,435,230.14</u>

B. Bond Anticipation Notes Payable – Short Term Debt

As of December 31, 2021 there were no bond anticipation notes payable in the Beach Utility Capital Fund.

The purpose of short-term borrowings is to provide resources as needed for general capital construction, acquisitions or improvement projects and other purposes permitted by State Local Bond Law NJSA 40A:2 et. seq.

C. Bonds and Notes Authorized But Not Issued

As of December 31, 2021, the Borough had \$132,782.42 in various Beach Utility Capital bonds and notes authorized but not issued.

**BOROUGH OF BRADLEY BEACH
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Note 12. Municipal Debt (continued)

Sewer Utility Debt

A. Serial Bonds Payable

Principal and interest due on the outstanding bonds are as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 50,000.00	\$ 55,550.00	\$ 105,550.00
2023	50,000.00	30,500.00	80,500.00
2024	60,000.00	28,400.00	88,400.00
2025	60,000.00	26,000.00	86,000.00
2026	65,000.00	23,550.00	88,550.00
2027-2031	390,000.00	76,200.00	466,200.00
2032-2034	205,000.00	12,250.00	217,250.00
	<u>\$ 880,000.00</u>	<u>\$ 252,450.00</u>	<u>\$ 1,132,450.00</u>

B. New Jersey Infrastructure Bank Loans Payable

Principal and interest due on the outstanding bonds are as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 79,982.77	\$ 17,093.76	\$ 97,076.53
2023	79,982.77	16,343.76	96,326.53
2024	79,982.77	15,593.76	95,576.53
2025	79,982.77	14,843.76	94,826.53
2026	79,982.77	14,093.76	94,076.53
2027-2031	419,913.85	57,868.80	477,782.65
2032-2036	424,913.85	39,850.02	464,763.87
2037-2041	365,434.05	26,262.50	391,696.55
2042-2046	344,314.05	15,562.50	359,876.55
2047-2050	280,451.54	4,950.00	285,401.54
	<u>\$ 2,234,941.19</u>	<u>\$ 222,462.62</u>	<u>\$ 2,457,403.81</u>

**BOROUGH OF BRADLEY BEACH
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Note 12. Municipal Debt (continued)

Sewer Utility Debt (continued)

C. Bond Anticipation Notes Payable – Short Term Debt

As of December 31, 2021 there were no bond anticipation notes payable in the Sewer Capital Fund.

The purpose of short-term borrowings is to provide resources as needed for general capital construction, acquisitions or improvement projects and other purposes permitted by State Local Bond Law NJSA 40A:2 et. seq.

D. Bonds and Notes Authorized But Not Issued

As of December 31, 2021, the Borough had \$4,832,490.00 in various Sewer Capital bonds and notes authorized but not issued.

Summary of Principal Debt

A summary of the changes in long-term and short-term debt of the Borough is as follows:

	Balance December 31, <u>2020</u>	Accrued/ <u>Increases</u>	Retired/ <u>Decreases</u>	Balance December 31, <u>2021</u>	Balance Due Within <u>One Year</u>
General Capital:					
General Serial Bonds	\$ 1,985,000.00	\$ 3,561,000.00	\$ 435,000.00	\$ 5,111,000.00	\$ 690,902.78
Capital Lease Obligations	263,000.00		75,000.00	188,000.00	\$ 72,000.00
Green Trust Loans	93,214.56	-	22,612.68	70,601.88	23,067.21
Bond Anticipation Notes	2,516,000.00	-	2,516,000.00	-	-
Authorized but Not Issued	496,299.31	2,097,260.00	1,106,000.00	1,487,559.31	-
	<u>\$ 5,353,513.87</u>	<u>\$ 5,658,260.00</u>	<u>\$ 4,154,612.68</u>	<u>\$ 6,857,161.19</u>	<u>\$ 785,969.99</u>
Sewer Utility Capital:					
General Serial Bonds	\$ 640,000.00	\$ 270,000.00	\$ 30,000.00	\$ 880,000.00	\$ 50,000.00
I-Bank Loans	364,039.36	1,924,597.00	53,695.17	2,234,941.19	79,982.77
I-Bank Notes	1,952,123.00	-	1,952,123.00	-	-
Bond Anticipation Notes	275,000.00	-	275,000.00	-	-
Authorized but Not Issued	2,495,000.00	4,650,000.00	2,312,510.00	4,832,490.00	-
	<u>\$ 5,726,162.36</u>	<u>\$ 6,844,597.00</u>	<u>\$ 4,623,328.17</u>	<u>\$ 7,947,431.19</u>	<u>\$ 129,982.77</u>
Beach Utility Capital:					
General Serial Bonds	\$ 935,000.00	\$ 419,000.00	\$ 115,000.00	\$ 1,239,000.00	\$ 149,097.22
Bond Anticipation Notes	433,000.00	-	433,000.00	-	-
Authorized but Not Issued	132,782.42	-	-	132,782.42	-
	<u>\$ 1,500,782.42</u>	<u>\$ 419,000.00</u>	<u>\$ 548,000.00</u>	<u>\$ 1,371,782.42</u>	<u>\$ 149,097.22</u>

**BOROUGH OF BRADLEY BEACH
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Note 13. Deferred School Taxes

School taxes have been raised and the liability deferred by statutes. The balance of unpaid local school taxes levied, amount deferred and the amount reported as a liability (payable) at December 31, are as follows:

<u>Local School Taxes</u>	<u>Balance, December 31,</u>	
	<u>2021</u>	<u>2020</u>
Total Balance of Local School Tax	\$ 3,529,866.00	\$ 3,465,654.00
Deferred Taxes	<u>3,248,184.00</u>	<u>3,248,184.00</u>
Local School Tax Payable	<u>\$ 281,682.00</u>	<u>\$ 217,470.00</u>

Note 14. Deferred Compensation Salary Account

The Borough offers its employees a Deferred Compensation Plan in accordance with Internal Revenue Code Section 457 which has been approved by the Director of the Division of Local Government Services. The Plan, available to all permanent employees at their option, permits employees to defer a portion of their salary to future years. The deferred compensation is not available to participants until termination, retirement, death or unforeseeable emergency. Amounts deferred under Section 457 plans must be held in trust for the exclusive benefits of participating employees and not be accessible by the Borough or its creditors. Since the Borough does not have a fiduciary relationship with the Plan, the balances and activities of the Plan are not reported in the Borough's financial statements.

Note 15. Compensated Absences

As discussed in Note 1 and in accordance with accounting principles prescribed by the State of New Jersey, the cash basis of accounting is followed for recording the Borough's liability related to unused sick pay. The Borough permits certain employees within limits to accumulate sick pay, which may be taken as time off or paid at a later date at an agreed upon rate. In accordance with accounting principles and practices prescribed by the Division, this amount is not reported as an expenditure or liability in the accompanying financial statements. In accordance with the accounting principles and practices prescribed by the Division, the amounts estimated by the Borough's management for accumulated compensated absence liability was not subject to audit. It is estimated that accrued benefits for compensated absences are valued at \$2,260,935.57 at December 31, 2021.

**BOROUGH OF BRADLEY BEACH
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Note 16. Risk Management

The Borough, together with other governmental units, is a member of the Monmouth County Municipal Joint Insurance Fund (“JIF”). The JIF, which is organized and operated pursuant to the regulatory Borough of the Departments of Insurance and Community Affairs, State of New Jersey, provides for a pooling of risks, subject to established limits and deductibles. In addition, the JIF has obtained costs effective reinsurance and excess liability coverages for participant local units.

For the year ending December 31, 2021, the Fund provided the following types of coverages: Auto, General Liability, Workmen’s Compensation, Property, Public Officials Liability, Boiler and Public Official Surety/Dishonesty coverage.

The Borough has contracted with the JIF for coverage and is subject to certain policy limits. The coverage is designed to minimize the impact of any potential losses to the Borough for matters that may have been caused or related to the Borough or its employees.

New Jersey Unemployment Compensation Insurance – The Borough has elected to fund New Jersey Unemployment Compensation Insurance under the “Benefit Reimbursement Method”. Under this plan, the Borough is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The Borough is billed quarterly for amounts due to the state. The following is a summary of Borough contributions, reimbursements to the State for benefits paid and the ending balance of the Borough’s expendable trust fund for the current and prior two years:

<u>Year</u>	<u>Contributions</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2021	\$ 809.00	\$ 10,394.86	\$ 195,756.94
2020	10,155.00	32,916.00	205,342.80
2019	37,619.37	12,165.19	228,103.80

Note 17. Contingencies

Grantor Agencies

The Borough receives financial assistance from the State of New Jersey and the U.S. government in the form of grants. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditure of the funds for eligible purposes. Substantially all grants, entitlements and cost reimbursements are subject to financial and compliance audits by grantors. As a result of these audits, costs previously reimbursed could be disallowed and require repayment to the grantor agency. As of December 31, 2021, the Borough anticipates that no material liabilities will result from such audits.

Litigation

Based on all information available, the Borough’s management does not anticipate that there are any legal matters pending that would have a material adverse effect on the Borough’s financial position and the Borough’s ability to levy, collect, and enforce the collection of taxes or other revenue for the repayment of its bonds and other obligations.

**BOROUGH OF BRADLEY BEACH
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Note 17. Contingencies (continued):

Tax Appeals

Losses arising from tax appeals are recognized at the time a decision is rendered by an administrative or judicial body; however, municipalities may establish reserves transferred from tax collections or by budget appropriation for future payments of tax appeal losses. There are several tax appeals currently pending before the New Jersey Tax Court and award amounts have yet to be finally determined. The Borough has a Reserve for State Tax Appeals at December 31, 2021 of \$7,015.45.

Note 18. Service Agreement and Required Reserve

In accordance with the service agreement with the Township of Neptune Sewerage Authority (the "TNSA"), which the Borough assumed in its creation by the Township of Neptune, the Borough remits an additional 2% of its annual obligation to the TNSA. This additional 2% is a reserve held and invested by the TNSA on behalf of the Borough. The 2% reserve payments will be made to the TNSA until the required minimum balance is equal to the next two quarterly payments due to the TNSA. On December 31, 2021, the total reserve on deposit with the TNSA was \$378,631.84, and is the Borough's 2021 requirement. The amount on deposit at the TNSA is not an asset of the Borough and is not recorded on the Borough's balance sheet.

Note 19. Deferred Charges to be Raised in Succeeding Budgets

Certain expenditures are required to be deferred to budgets of succeeding years. On December 31, 2021, deferred charges were shown on the balance sheet of certain Borough funds, and were raised in full in the 2022 budget.

<u>Description</u>	Balance December 31, <u>2021</u>	2022 <u>Appropriation</u>	Balance to Succeeding <u>Budgets</u>
Current Fund:			
Overexpenditure of Appropriations	\$ 31,434.98	\$ 31,434.98	\$ -
Beach Utility Operating Fund:			
Overexpenditure of Appropriations	10,862.24	10,862.24	\$ -
Sewer Utility Operating Fund:			
Overexpenditure of Appropriations	20,287.27	20,287.27	\$ -
Total	\$ 62,584.49	\$ 62,584.49	\$ -

Special Emergency Authorization N.J.S.A. 40A:4-53

On November 24, 2020, the Borough adopted a Special Emergency Resolution authorizing and appropriating \$115,000.00, to be funded over a five-year period in budgets of succeeding years beginning in 2022, to meet revenue losses and/or additional expenditures incurred or to be incurred, as related to the COVID-19 pandemic. Subsequently, on May 10, 2022, since financial assistance to offset the operating deficit attributable to COVID-19 was not required, the Borough adopted a resolution to cancel the Special Emergency Appropriation in full as of December 31, 2020. Since the Special Emergency Authorization was not originally recorded in the current fund as of December 31, 2020, the cancellation had no impact upon the December 31, 2020 current fund balance.

**BOROUGH OF BRADLEY BEACH
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Note 20. Subsequent Events

On September 28, 2022, the Borough adopted an ordinance to authorize the issuance of bonds and notes of \$363,000.00 providing for improvements to Park Place Avenue - Phase I.

On September 28, 2022, the Borough adopted an ordinance to authorize the issuance of bonds and notes of \$3,500,000.00 providing for stormwater outfall improvements.

BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

PART II

SUPPLEMENTARY SCHEDULES
YEAR ENDED DECEMBER 31, 2021

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
CURRENT FUND
SCHEDULE OF CASH
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Current Fund
Balance, December 31, 2020	\$ 4,450,104.79
Increased By Receipts:	
Miscellaneous Revenue Not Anticipated	\$ 148,589.12
Due from State of New Jersey - Senior Citizens' and Veterans' Deductions	23,970.00
Taxes Receivable	17,892,907.67
Revenue Accounts Receivable	1,274,058.65
Prepaid Taxes	252,393.56
Tax Overpayments	3,771.76
Prepaid Licenses and Fees	6,817.00
Various Reserves	4,919.26
Due State of New Jersey - Various Payables	13,833.00
Interfunds Returned	26,092.88
Grants Receivable	246,336.55
Reserve for Grants - Unappropriated	1,920.00
	19,895,609.45
	24,345,714.24
Decreased By Disbursements:	
Current Appropriations	9,029,285.81
Appropriation Reserves	181,456.68
Petty Cash	450.00
County Taxes Payable	3,883,026.23
Local District School Tax Payable	6,554,274.00
Tax Overpayments	20,458.38
Interfunds Advanced	38,638.81
Refunds	38,608.25
Due State of New Jersey - Various Payables	15,903.00
Reserve for Grants - Appropriated	26,142.37
	19,788,243.53
Balance, December 31, 2021	\$ 4,557,470.71

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
CURRENT FUND
SCHEDULE OF DUE TO STATE OF NEW JERSEY - VARIOUS PAYABLES
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Balance December 31, <u>2020</u>	Cash <u>Received</u>	Cash <u>Disbursements</u>	Balance December 31, <u>2021</u>
State Training Fees	\$ 4,846.00	\$ 13,083.00	\$ 15,178.00	\$ 2,751.00
Marriage License Fees	150.00	750.00	725.00	175.00
	<hr/>			
Total	\$ 4,996.00	\$ 13,833.00	\$ 15,903.00	\$ 2,926.00
	<hr/>			

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
CURRENT FUND
SCHEDULE OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY
FOR THE YEAR ENDED DECEMBER 31, 2021**

Year	Balance	2021 Levy	Added	Collections		Due From State of New Jersey	Transfer to Tax Title Liens	Cancelled	Balance
	December 31, 2020			2020	2021				December 31, 2021
2020	\$ 232,706.59	\$ -	\$ 250.00	\$ -	\$ 210,475.58	\$ -	\$ -	\$ 22,481.01	\$ -
2021	-	18,102,381.66		218,392.90	17,682,432.09	23,750.00	94.93	123.82	177,587.92
	<u>\$ 232,706.59</u>	<u>\$ 18,102,381.66</u>	<u>\$ 250.00</u>	<u>\$ 218,392.90</u>	<u>\$ 17,892,907.67</u>	<u>\$ 23,750.00</u>	<u>\$ 94.93</u>	<u>\$ 22,604.83</u>	<u>\$ 177,587.92</u>

Analysis of Property Tax LevyTax Yield

General Purpose Tax	\$ 17,992,374.06
Added Taxes (54:4-63.1 et seq.)	\$ 109,561.26
Omitted Taxes (54:4-63.12 et seq.)	446.34
	<u>\$ 18,102,381.66</u>

Tax Levy

Local School District	6,618,486.00
County Taxes:	
County Tax	\$ 3,393,171.23
County Open Space Tax	408,592.85
County Health Tax	69,595.60
Due County for Added and Omitted Taxes	<u>23,854.96</u>
	3,895,214.64
Local Tax for Municipal Purposes	6,998,129.97
Minimum Library Tax	492,235.92
Add: Additional Tax Levied	<u>98,315.13</u>
Local Tax for Municipal Purposes Levied	<u>7,588,681.02</u>
	<u>\$ 18,102,381.66</u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
CURRENT FUND
SCHEDULE OF TAX TITLE LIENS RECEIVABLE
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020	\$ 1,644.34
Increased By:	
Transfer From Taxes Receivable	<u>94.93</u>
Balance, December 31, 2021	<u><u>\$ 1,739.27</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
CURRENT FUND
SCHEDULE OF DUE (TO)/FROM STATE OF NEW JERSEY -
SENIOR CITIZENS' AND VETERANS' DEDUCTIONS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020		\$ (2,563.71)
Increased By:		
Senior Citizens' & Veterans Deductions		
Per Duplicate	\$ 20,750.00	
Veterans' Deductions Allowed	<u>3,000.00</u>	
		<u>23,750.00</u>
		21,186.29
Decreased By:		
Senior Citizens' Deductions Disallowed - Prior Year	\$ 250.00	
Cash Received From State of New Jersey	<u>23,970.00</u>	
		<u>24,220.00</u>
Balance, December 31, 2021		<u><u>\$ (3,033.71)</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
CURRENT FUND
SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Balance December 31, <u>2020</u>	Accrued in <u>2021</u>	<u>Collections</u>	Balance December 31, <u>2021</u>
Miscellaneous Revenues:				
Licenses:				
Alcoholic Beverages	\$ -	\$ 20,500.00	\$ 20,500.00	\$ -
Other	-	6,302.00	6,302.00	-
Fees and Permits	-	65,689.16	65,689.16	-
Fines and Costs:				
Municipal Court	4,234.75	90,481.02	91,318.79	3,396.98
Interest and Costs on Taxes	-	39,122.10	39,122.10	-
Parking Meters	-	69,385.82	69,385.82	-
Interest on Deposits & Investments	-	80.51	80.51	-
Cable Franchise Fees	-	47,944.00	47,944.00	-
Cell Tower Rental Fee	-	65,152.52	65,152.52	-
Anticipated Sewer Utility Operating Surplus	-	100,000.00	100,000.00	-
Energy Receipts Tax (P.L. 1997. Chapters 162 & 167)	-	355,290.00	355,290.00	-
Uniform Construction Code Fees	-	223,424.00	223,424.00	-
Municipal Court Shared Services - Borough of Avon	-	36,500.00	36,500.00	-
Municipal Court Shared Services - Borough of Allenhurst	-	49,980.00	49,980.00	-
Neptune City Prisoner Holding System	-	13,200.00	13,200.00	-
Code Enforcement Permits	-	59,458.35	59,458.35	-
Uniform Fire Safety Act	-	372.45	372.45	-
Verizon Franchise Fees	-	30,407.62	30,407.62	-
	<u>\$ 4,234.75</u>	<u>\$ 1,273,289.55</u>	<u>\$ 1,274,127.32</u>	<u>\$ 3,396.98</u>
Cash Receipts			\$ 1,274,058.65	
Due From General Capital/Trust			<u>68.67</u>	
			<u>\$ 1,274,127.32</u>	

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
CURRENT FUND
SCHEDULE OF INTERFUNDS RECEIVABLE/(PAYABLE)
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Total	Federal and State Grant <u>Fund</u>	Sewer Utility Operating <u>Fund</u>	Other Trust <u>Fund</u>	Public <u>Assistance</u>	Beach Utility Operating <u>Fund</u>	General Capital <u>Fund</u>
Balance, December 31, 2020	\$ 115,979.07	\$ (30,705.50)	\$ -	\$ 26,092.88	\$ 10.70	\$ 231,002.86	\$ (110,421.87)
Increased by:							
Disbursements	64,781.18	26,142.37	-	38,638.81	-	-	-
Interest	68.67	-	-	-	0.65	-	68.02
	<u>180,828.92</u>	<u>(4,563.13)</u>	<u>-</u>	<u>64,731.69</u>	<u>11.35</u>	<u>231,002.86</u>	<u>(110,353.85)</u>
Decreased By:							
Prior Year Payroll Liabilities	-	-	-	-	-	-	-
Budget Appropriations	41,411.37	-	-	-	-	1,875.00	39,536.37
Receipts	274,349.43	248,256.55	-	26,092.88	-	-	-
	<u>(134,931.88)</u>	<u>(252,819.68)</u>	<u>-</u>	<u>38,638.81</u>	<u>11.35</u>	<u>229,127.86</u>	<u>(149,890.22)</u>
Balance, December 31, 2021	<u>\$ (134,931.88)</u>	<u>\$ (252,819.68)</u>	<u>\$ -</u>	<u>\$ 38,638.81</u>	<u>\$ 11.35</u>	<u>\$ 229,127.86</u>	<u>\$ (149,890.22)</u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
CURRENT FUND
SCHEDULE OF 2020 APPROPRIATION RESERVES
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Balance, December 31, <u>2020</u>	<u>Encumbrances</u>	Balance after <u>Modifications</u>	<u>Paid or Charged</u>	<u>Lapsed</u>
GENERAL GOVERNMENT					
Administration and Executive:					
Salaries and Wages	\$ 29,923.96	\$ -	\$ 29,923.96	\$ -	\$ 29,923.96
Other Expenses	4,452.25	559.75	5,012.00	3,143.99	1,868.01
Mayor and Council:					
Salaries and Wages	-	-	-	-	-
Other Expenses	6,091.63	5,799.75	11,891.38	11,288.75	602.63
Municipal Clerk:					
Salaries and Wages	14,629.67	-	14,629.67	-	14,629.67
Other Expenses	744.05	705.88	1,449.93	1,449.93	-
Audit Services:					
Other Expenses	20,350.00	-	20,350.00	20,350.00	-
Assessment of Taxes:					
Salaries and Wages	1,213.20	-	1,213.20	-	1,213.20
Other Expenses	4,977.93	1,400.00	6,377.93	6,377.93	-
Financial Administration:					
Salaries and Wages	10,516.38	-	10,516.38	-	10,516.38
Other Expenses	5,486.32	164.67	5,650.99	5,650.99	-
Collection of Taxes:					
Salaries and Wages	337.22	-	337.22	-	337.22
Other Expenses	383.90	-	383.90	383.90	-
Legal Services and Costs:					
Other Expenses	14,332.53	-	14,332.53	8,642.28	5,690.25
Engineering Services:					
Other Expenses	1,754.00	-	1,754.00	337.50	1,416.50
Architect Services:					
Other Expenses	2,500.00	-	2,500.00	-	2,500.00
Planning Board:					
Salaries and Wages	262.40	-	262.40	-	262.40
Other Expenses	17,895.45	68.01	17,963.46	718.05	17,245.41
Board of Adjustment:					
Salaries and Wages	262.40	-	262.40	-	262.40
Other Expenses	19,495.90	-	19,495.90	494.31	19,001.59
Housing Inspections:					
Salaries and Wages	32,092.49	-	32,092.49	-	32,092.49
Other Expenses	4,105.58	15.91	4,121.49	965.91	3,155.58
INSURANCE					
Liability Insurance	2,143.80	-	2,143.80	-	2,143.80
Group Insurance for Employees	51,551.95	-	51,551.95	3,147.62	48,404.33
PUBLIC SAFETY					
Police Department:					
Salaries and Wages	97,458.80	-	97,458.80	-	97,458.80
Other Expenses	12,411.95	9,969.92	22,381.87	14,575.92	7,805.95
Police Dispatchers/911:					
Salaries and Wages	1,432.48	-	1,432.48	-	1,432.48
Other Expenses	3,067.01	-	3,067.01	-	3,067.01
Emergency Management:					
Salaries and Wages	315.00	-	315.00	-	315.00
Other Expenses	3.19	172.95	176.14	172.95	3.19
Fire:					
Salaries and Wages	3,000.00	-	3,000.00	-	3,000.00
Other Expenses	23,077.71	23,605.00	46,682.71	28,211.53	18,471.18
Municipal Prosecutor:					
Salaries and Wages	2,340.00	-	2,340.00	-	2,340.00

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
CURRENT FUND
SCHEDULE OF 2020 APPROPRIATION RESERVES
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Balance, December 31, <u>2020</u>	<u>Encumbrances</u>	Balance after <u>Modifications</u>	<u>Paid or Charged</u>	<u>Lapsed</u>
Municipal Court:					
Salaries and Wages	451.62	-	451.62	-	451.62
Other Expenses	2,874.83	-	2,874.83	34.22	2,840.61
Public Defender (P.L. 1997, C.256)					
Salaries and Wages	2,700.00	-	2,700.00	-	2,700.00
Fire Prevention:					
Salaries and Wages	187.20	-	187.20	-	187.20
Other Expenses	800.50	-	800.50	-	800.50
Fire Hydrants	9,678.94	-	9,678.94	3,092.48	6,586.46
PUBLIC WORKS					
Public Buildings and Grounds:					
Salaries and Wages	6,613.94	-	6,613.94	-	6,613.94
Other Expenses	24,122.26	4,018.20	28,140.46	14,774.82	13,365.64
Street & Road Maintenance:					
Salaries and Wages	2,839.16	-	2,839.16	-	2,839.16
Other Expenses	9,461.54	21,484.23	30,945.77	11,890.11	19,055.66
Solid Waste Collection:					
Salaries and Wages	36.50	-	36.50	-	36.50
Other Expenses	10,062.31	458.80	10,521.11	7,580.92	2,940.19
Recycling (P.L. 1987 Ch. 74):					
Other Expenses	3,124.20	-	3,124.20	3,100.00	24.20
Vehicle Maintenance:					
Other Expenses	40,033.00	11,015.80	51,048.80	5,875.60	45,173.20
Community Services Act:					
Other Expenses	6,750.00	-	6,750.00	-	6,750.00
Safety Reg Coordinator:					
Salaries and Wages	516.57	-	516.57	-	516.57
Peosha - Hep B Immunization & Audio Testing:					
Other Expenses	123.00	-	123.00	-	123.00
Environmental Commission:					
Other Expenses	500.00	-	500.00	-	500.00
Animal Control Services:					
Other Expenses	1,061.00	-	1,061.00	1,059.00	2.00
Contribution to Social Services:					
Other Expenses	2,455.00	-	2,455.00	1,860.00	595.00
PARKS AND RECREATION					
Recreation:					
Salaries and Wages	4,945.34	-	4,945.34	-	4,945.34
Other Expenses	1,168.40	9.99	1,178.39	9.99	1,168.40
Park Maintenance:					
Salaries and Wages	5,000.00	-	5,000.00	-	5,000.00
Other Expenses	17,400.79	245.98	17,646.77	245.98	17,400.79
Celebrating Public Events:					
Other Expenses	16,794.05	-	16,794.05	732.00	16,062.05
Arts at the Beach:					
Other Expenses	3,589.07	-	3,589.07	-	3,589.07
Tourism:					
Salaries and Wages	1,000.00	-	1,000.00	-	1,000.00
Library:					
Other Expenses	38,576.45	-	38,576.45	38,576.45	-

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
CURRENT FUND
SCHEDULE OF 2020 APPROPRIATION RESERVES
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Balance, December 31, <u>2020</u>	<u>Encumbrances</u>	Balance after <u>Modifications</u>	Paid or <u>Charged</u>	<u>Lapsed</u>
UNCLASSIFIED					
Uniform Construction Code (N.J.A.C. 5:23-4.17)					
Construction Code Department					
Salaries and Wages	1,338.96	-	1,338.96	-	1,338.96
Other Expenses	251.26	-	251.26	146.30	104.96
UTILITIES EXPENSES AND BULK PURCHASES					
Electricity	12,662.70	-	12,662.70	5,612.60	7,050.10
Street Lighting	7,150.47	-	7,150.47	5,496.04	1,654.43
Telephone	9,414.17	-	9,414.17	891.53	8,522.64
Natural Gas	14,360.04	-	14,360.04	-	14,360.04
Telecommunications	568.47	-	568.47	-	568.47
Gasoline	7,352.48	-	7,352.48	7,352.48	-
Water and Sewage	10,193.21	-	10,193.21	642.20	9,551.01
STATUTORY EXPENDITURES					
Contribution To:					
Public Employees' Retirement System	9,531.12	-	9,531.12	9,531.12	-
Social Security System (O.A.S.I.)	4,220.03	-	4,220.03	-	4,220.03
Police and Firemen's Retirement System of NJ	974.16	-	974.16	974.16	-
Unemployment Compensation Insurance	10,000.00	-	10,000.00	-	10,000.00
Administrative Fees (PFRS)	124.15	-	124.15	-	124.15
Total General Appropriations	\$ 689,616.04	\$ 79,694.84	\$ 769,310.88	\$ 225,389.56	\$ 543,921.32
			\$ 689,616.04		
Appropriation Reserves			79,694.84		
Encumbrances Payable			\$ 769,310.88		
				\$ 181,456.68	
Cash Disbursed				5,489.00	
Accounts Payable				38,443.88	
Reserves				\$ 225,389.56	

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
CURRENT FUND
SCHEDULE OF RESERVE FOR ENCUMBRANCES
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020	\$ 79,694.84
Increased By:	
Current Appropriations Charged	<u>186,121.66</u>
	265,816.50
Decreased By:	
Transferred to Appropriation Reserves	<u>79,694.84</u>
Balance, December 31, 2021	<u><u>\$ 186,121.66</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
CURRENT FUND
SCHEDULE OF PREPAID TAXES
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020	\$ 218,392.90
Increased By:	
Collection of 2022 Taxes	<u>252,393.56</u>
	470,786.46
Decreased By:	
Applied To Taxes Receivable	<u>218,392.90</u>
Balance, December 31, 2021	<u><u>\$ 252,393.56</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
CURRENT FUND
SCHEDULE OF COUNTY TAXES PAYABLE
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020		\$ 11,503.17
Increased By:		
2021 Levy		
General County	\$ 3,393,171.23	
County Open Space Preservation	408,592.85	
County Health	69,595.60	
Due County for Added Assessments	<u>23,854.96</u>	
		<u>3,895,214.64</u>
		3,906,717.81
Decreased By:		
Cash Disbursements		<u>3,883,026.23</u>
Balance, December 31, 2021		<u><u>\$ 23,691.58</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
CURRENT FUND
SCHEDULE OF TAX OVERPAYMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020	\$ 20,436.48
Increased By:	
Cash Receipts	<u>3,771.76</u>
	24,208.24
Decreased By:	
Cash Disbursements	<u>20,458.38</u>
Balance, December 31, 2021	<u>\$ 3,749.86</u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
CURRENT FUND
SCHEDULE OF LOCAL SCHOOL TAXES PAYABLE
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020		
School Tax Payable	\$ 217,470.00	
School Tax Deferred	<u>3,248,184.00</u>	
		3,465,654.00
Increased By:		
Levy - School Year - (July 1, 2021 to June 30, 2022)		<u>6,618,486.00</u>
		10,084,140.00
Decreased By:		
Cash Disbursements		<u>6,554,274.00</u>
Balance, December 31, 2021		
School Tax Payable	281,682.00	
School Tax Deferred	<u>3,248,184.00</u>	
		<u>\$ 3,529,866.00</u>
2021 Liability for Local School Taxes Payable:		
Tax Paid		6,554,274.00
Tax Payable December 31, 2021		<u>281,682.00</u>
		6,835,956.00
Less: Tax Payable December 31, 2020		<u>217,470.00</u>
Amount Charged to 2021 Operations		<u>\$ 6,618,486.00</u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
CURRENT FUND
SCHEDULE OF VARIOUS RESERVES
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Balance December 31, <u>2020</u>	<u>Increases</u>	<u>Decreases</u>	Balance December 31, <u>2021</u>
<u>Reserve for:</u>				
State Tax Appeals	\$ 7,015.45	\$ -	\$ -	\$ 7,015.45
Green Acres Parking	1,555.00	-	-	1,555.00
Revaluation	2,468.00	-	-	2,468.00
Compensated Absences	9,873.44	-	-	9,873.44
Snow Removal	13,397.67	-	-	13,397.67
Special Emergency - Sandy	30,115.67	-	-	30,115.67
Fire Department	1,023.09	-	-	1,023.09
Deposit on Bids	115.00	-	-	115.00
Off-Duty Police Services	4,237.71	-	-	4,237.71
Drunk Driving Enforcement	2,860.00	-	-	2,860.00
Library State Aid	1,862.00	-	-	1,862.00
Library Improvements	-	38,443.88	-	38,443.88
Criminal Justice Police Funds	-	4,919.26	-	4,919.26
Unallocated Credit	64,758.60	-	-	64,758.60
	<u>\$ 139,281.63</u>	<u>\$ 43,363.14</u>	<u>\$ -</u>	<u>\$ 182,644.77</u>
Cash Receipts		\$ 4,919.26		
Transfer from Budget Appropriations		-		
Transfer from Appropriation Reserves		<u>38,443.88</u>		
		<u>\$ 43,363.14</u>		
Cash Disbursements			\$ -	
Reserve for Tax Appeals			-	
Revenue Accounts Receivable			-	
			<u>\$ -</u>	

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
CURRENT FUND
SCHEDULE OF ACCOUNTS PAYABLE
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020	\$ -
Increased By:	
Transfer from Appropriation Reserves	<u>5,489.00</u>
Balance, December 31, 2021	<u><u>\$ 5,489.00</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
GRANT FUND
SCHEDULE OF DUE FROM CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020		\$ 30,705.50
Increased By:		
Grants Receivable Cash Received	246,336.55	
Grants Unappropriated Cash Received	<u>1,920.00</u>	
		<u>248,256.55</u>
		278,962.05
Increased By:		
Cash Disbursements		<u>26,142.37</u>
Balance, December 31, 2021		<u>\$ 252,819.68</u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
GRANT FUND
SCHEDULE OF STATE AND FEDERAL GRANTS RECEIVABLE
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Balance December 31, <u>2020</u>	2021 Budget Revenue <u>Realized</u>	<u>Received</u>	Transferred From Unappropriated <u>Reserves</u>	Balance December 31, <u>2021</u>
Clean Communities Program	\$ -	\$ 12,893.14	\$ -	\$ -	\$ 12,893.14
Alliance to Prevent Alcoholism and Drug Abuse					
2017	7,519.40	-	-	-	7,519.40
2018	10,000.00	-	-	-	10,000.00
2019	10,000.00	-	-	-	10,000.00
Body Worn Camera Grant	3,000.00	59,102.00	-	-	62,102.00
Body Armor Replacement Program	-	1,604.89	1,604.89	-	-
American Rescue Plan	-	217,082.58	217,082.58	-	-
Believe in Reading	-	2,500.00	2,500.00	-	-
Libraries Transforming Communities	-	3,000.00	3,000.00	-	-
NJSL + Partners Literacy Grant	-	16,967.21	16,967.21	-	-
Recycling Tonnage Grant	-	5,181.87	5,181.87	-	-
Total	\$ 30,519.40	\$ 318,331.69	\$ 246,336.55	\$ -	\$ 102,514.54

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
GRANT FUND
SCHEDULE OF RESERVE FOR GRANTS - APPROPRIATED
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Balance December 31, <u>2020</u>	Transferred From <u>Budget</u>	Cash <u>Disbursed</u>	<u>Encumbrance</u>	Cancelled By <u>Resolution</u>	Balance December 31, <u>2021</u>
<u>Drunk Driving Enforcement Fund:</u>						
2013	\$ 55.72	\$ -	\$ -	\$ -	\$ -	\$ 55.72
2015	2,004.54	-	-	-	-	2,004.54
2016	5,268.23	-	-	-	-	5,268.23
2017	3,386.89	-	-	-	-	3,386.89
<u>Alcohol Education & Rehabilitation Fund:</u>						
2015	254.60	-	-	-	-	254.60
2016	241.73	-	-	-	-	241.73
2018	321.70	-	-	-	-	321.70
Bullet Proof Vest Program	291.62	-	-	-	-	291.62
Bullet Proof Vest Program - 2018	1,946.21	-	-	-	-	1,946.21
Clean Communities Grant	12,108.73	12,893.14	4,570.27	2,583.59	-	17,848.01
<u>Green Acres Parking Meter Fees:</u>						
2009	30.00	-	-	-	-	30.00
2017	750.00	-	-	-	-	750.00
2018	321.81	-	-	-	-	321.81
2019	41.42	-	-	-	-	41.42
<u>Alliance to Prevent Alcoholism and Drug Abuse:</u>						
Grant Portion:						
2017	13,200.00	-	-	-	-	13,200.00
2019	10,000.00	-	-	-	-	10,000.00
Matching Portion:						
2019	2,500.00	-	-	-	-	2,500.00
NJ Corporation Wetlands Restoration	452.78	-	-	-	-	452.78
NJ Corporation Wetlands Restoration - 2013	141.91	-	-	-	-	141.91
Recycling Tonnage Grant	-	5,181.87	-	-	-	5,181.87
<u>Body Armor Replacement Grant:</u>						
2019	137.58	-	-	-	-	137.58
2020	459.82	-	-	-	-	459.82
2021	-	1,604.89	1,604.89	-	-	-
Body Worn Camera	1,860.00	59,102.00	-	-	-	60,962.00
American Rescue Plan	-	217,082.58	-	-	-	217,082.58
Believe in Reading	-	2,500.00	-	-	-	2,500.00
Libraries Transforming Communities	-	3,000.00	3,000.00	-	-	-
NJSL + Partners Literacy Grant	-	16,967.21	16,967.21	-	-	-
Monmouth County CARES Act	449.61	-	-	-	-	449.61
Matching Funds for Grants	5,000.00	-	-	-	-	5,000.00
Total	\$ 61,224.90	\$ 318,331.69	\$ 26,142.37	\$ 2,583.59	\$ -	\$ 350,830.63

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
GRANT FUND
SCHEDULE OF RESERVE FOR GRANTS - UNAPPROPRIATED
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Balance December 31, <u>2020</u>	<u>Cash Received</u>	Balance December 31, <u>2021</u>
Body Armor Replacement Grant	\$ -	\$ -	\$ -
Drunk Driving Enforcement Fund	-	1,920.00	1,920.00
Alcohol Education and Rehabilitation Fund	-	-	-
NJ DOT	-	-	-
CDBG	-	-	-
Fire Prevention Grant	-	-	-
NJ Green Acres	-	-	-
Clean Communities Program	-	-	-
Total	\$ -	\$ 1,920.00	\$ 1,920.00

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
TRUST FUNDS
SCHEDULE OF CASH
FOR THE YEAR ENDED DECEMBER 31, 2021**

	<u>Animal Control Trust Fund</u>	<u>Trust Other Funds</u>
Balance, December 31, 2020	\$ 2,372.93	\$ 680,851.55
Increased By Receipts:		
Due to State of New Jersey	323.40	-
License Fees	1,768.80	-
Budget Appropriation	1,061.00	-
Interest	0.71	-
Various Reserves	-	567,460.23
Payroll Deductions Payable	-	6,350.81
Due to Current Fund	-	12,545.93
	<hr/>	<hr/>
Total Receipts	3,153.91	586,356.97
	<hr/>	<hr/>
Subtotal	5,526.84	1,267,208.52
	<hr/>	<hr/>
Decreased By Disbursements:		
Due to State of New Jersey	323.40	-
Various Reserves	-	437,963.17
Reserve for Animal Control Fund	4,396.95	-
	<hr/>	<hr/>
Total Disbursements	4,720.35	437,963.17
	<hr/>	<hr/>
Balance, December 31, 2021	<u>\$ 806.49</u>	<u>\$ 829,245.35</u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
ANIMAL CONTROL TRUST FUND
SCHEDULE OF DUE TO STATE OF NEW JERSEY
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020	\$ -
Increased By:	
Cash Receipts	<u>323.40</u>
	323.40
Decreased By:	
Cash Disbursements	<u>323.40</u>
	-
Balance, December 31, 2021	<u><u>\$ -</u></u>

**BOROUGH OF BRADLEY BEACH
 COUNTY OF MONMOUTH, NEW JERSEY
 ANIMAL CONTROL TRUST FUND
 SCHEDULE OF RESERVE FOR ANIMAL CONTROL FUND EXPENDITURES
 FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020		\$ 2,372.93
Increased By:		
Dog License Fees Collected	\$ 1,768.80	
Current Fund Budget Appropriation	1,061.00	
Interest	0.71	
		2,830.51
		5,203.44
Decreased By:		
Expenditures		4,396.95
Balance, December 31, 2021		\$ 806.49

License Fees Collected

2020		\$ 1,388.00
2019		1,407.00
		\$ 2,795.00

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
OTHER TRUST FUND
SCHEDULE OF OTHER ACCOUNTS RECEIVABLE
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2021 and 2020

\$ 259.00

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
TRUST OTHER FUND
SCHEDULE OF DUE TO CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020	\$ 26,092.88
Increased By:	
Cash Receipts	<u>12,545.93</u>
Balance, December 31, 2021	<u><u>\$ 38,638.81</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
TRUST - OTHER FUND
SCHEDULE OF VARIOUS RESERVES
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Balance December 31, <u>2020</u>	<u>Increased</u>	<u>Decreased</u>	Balance December 31, <u>2021</u>
Reserve for:				
Recycling Program	\$ 11,932.76	\$ 3,742.06	\$ -	\$ 15,674.82
Insurance Commission	877.71	0.12	-	877.83
Parking Offenses Adjudication Act	3,259.44	384.00	1,165.00	2,478.44
Escrow Fees	64,334.55	147,598.02	129,662.63	82,269.94
Alcohol & Drug Abuse Alliance	450.27	0.06	-	450.33
Law Enforcement Trust	1,274.33	5,919.42	5,919.26	1,274.49
Relocation Assistance	1,103.98	5.48	-	1,109.46
Fire Prevention Fees	2,394.28	11.94	0.03	2,406.19
Public Defender Fees	4,548.85	613.39	-	5,162.24
Shade Tree Commission	2,701.01	8,755.90	4,154.90	7,302.01
Outside Employment	107,843.13	229,534.00	214,484.00	122,893.13
Tax Sale Premiums	29,400.00	84,900.00	12,200.00	102,100.00
Tax Sale Redemption	-	14,018.02	13,941.94	76.08
Street Opening Deposits	11,830.50	7,000.00	1,500.00	17,330.50
Bid Monies	2,000.00	-	-	2,000.00
Insurance	35,466.30	-	-	35,466.30
Light Pole	11,573.35	-	-	11,573.35
Jr. Lifeguard Program	11,014.53	5,610.00	-	16,624.53
Scholarships	1,651.26	-	-	1,651.26
Concession Security	14,398.75	1,000.00	-	15,398.75
Memorial Day Parade/Craft Fair Donations	16,551.80	-	657.00	15,894.80
Arts Council Donations	2,500.00	50.00	50.00	2,500.00
Beach Foundation	3,110.98	-	-	3,110.98
OEM Trust	5,200.00	-	-	5,200.00
Storm Recovery	14,020.49	-	-	14,020.49
Recreation Sign Donations	400.00	-	-	400.00
Memorial Benches	4,413.50	-	-	4,413.50
Miscellaneous	31,570.02	4,515.83	505.70	35,580.15
Tourism	53,852.60	52,992.99	43,327.85	63,517.74
Unemployment Compensation Insurance	205,343.28	809.00	10,394.86	195,757.42
	<u>\$ 655,017.67</u>	<u>\$ 567,460.23</u>	<u>\$ 437,963.17</u>	<u>\$ 784,514.73</u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
GENERAL CAPITAL FUND
SCHEDULE OF CASH
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020		\$ 452,012.22
Increased By:		
Premium on Sale of Bonds	\$ 80,473.68	
Due To Current Fund	68.02	
Due to Beach Utility Capital Fund	450,245.72	
Due to Sewer Utility Capital Fund	281,717.15	
Deferred Charges Unfunded	61,000.00	
Serial Bonds	3,561,000.00	
Various Reserves	81.87	
Capital Improvement Fund	<u>30,000.00</u>	
		<u>4,464,586.44</u>
		4,916,598.66
Decreased By:		
Due from Current Fund	39,536.37	
Due from Beach Utility Operating Fund	7,396.77	
Due from Sewer Utility Operating Fund	4,697.72	
Due to Beach Utility Capital Fund	433,000.00	
Due to Sewer Utility Capital Fund	275,000.00	
Bond Anticipation Notes	2,516,000.00	
Improvement Authorizations	<u>782,725.90</u>	
		<u>4,058,356.76</u>
Balance, December 31, 2021		<u><u>\$ 858,241.90</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
GENERAL CAPITAL FUND
SCHEDULE OF ANALYSIS OF GENERAL CAPITAL CASH
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Balance December 31, <u>2021</u>
Capital Improvement Fund	\$ 8,775.27
Encumbrances Payable	577,126.03
Fund Balance	163,533.23
Grants Receivable	(645,026.31)
Various Reserves	188,300.70
Reserve for Grants Receivable	155,026.31
Due from Current Fund	(149,890.22)
Due from Beach Utility Operating Fund	(7,396.77)
Due from Sewer Utility Operating Fund	(4,697.72)
Due to Beach Utility Capital Fund	17,245.72
Due to Sewer Utility Capital Fund	6,717.15
<u>Ordinance Number</u>	<u>Improvement Description</u>
98-04	Development and Implementation of a Housing Rehabilitation Program
08-06	Replacement of Sylvan Head Bulkhead - Phase IV (CDBG \$194,000)
08-07	Various 2008 Roadway Improvements (NJDOT \$160,000)
10-05/11-18/12-07	Various 2010 Roadway Improvements (NJDOT \$210,000)
11-08/11-21/12-08	Various 2011 Roadway Improvements
11-09	Improvements to Lake Terrace Park
13-01/13-10	LaReine Avenue Road Improvements
14-06	Improvements to the Library
14-11	Police Communications Equipment
15-08	Ocean Avenue Curbs & Sidewalks
16-05/18-18	Ocean Park Avenue Improvements - Phase I (NJDOT \$270,000)
17-16	Improvements to Sylvan Lake and Sylvan Lake Park (MOCSOCG \$101,000)
17-19/18-10	Improvements to Riley Park
18-11	Improvements to Fletcher Lake
18-23	Acquisition of Non-Passenger Vehicles for the Department of Public Works
19-19	Improvements to Ocean Park Avenue - Phase II (NJDOT \$243,000)
20-02	Acquisition of 319 LaReine Avenue
20-04	Newark Avenue Road Improvements
21-03	Various Capital Improvements
21-23	Acquisition of Real Property
21-24	Improvements to Newark Avenue Phase II
21-25	Various Capital Improvements
	10,750.00
	\$ 858,241.90

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
GENERAL CAPITAL FUND
SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - FUNDED
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020		\$ 2,078,214.56
Increased By:		
Serial Bonds Issued		<u>3,561,000.00</u>
		5,639,214.56
Decreased By:		
Serial Bonds Paid by Current Fund	\$ 435,000.00	
Green Trust Loans Paid by Current Fund	<u>22,612.68</u>	
		<u>457,612.68</u>
Balance, December 31, 2021		<u><u>\$ 5,181,601.88</u></u>

**BOROUGH OF BRADLEY BEACH
 COUNTY OF MONMOUTH, NEW JERSEY
 GENERAL CAPITAL FUND
 SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED
 FOR THE YEAR ENDED DECEMBER 31, 2021**

Ordinance Number	Improvement Description	Balance		Transferred to Deferred Taxation - Funded		Balance		Analysis of Balance	
		December 31, 2020	Increases	Premium	Debt Issuance	December 31, 2021	Unexpended Improvement Authorizations	Expenditures	
15-08	Ocean Avenue Curbs & Sidewalks	\$ 59,000.00	\$ -	\$ -	\$ 59,000.00	\$ -	\$ -	\$ -	
16-01	Acquisition of Real Property	301,000.00	-	-	301,000.00	-	-	-	
16-05/18-18	Ocean Park Avenue Improvements Phase I	188,799.31	-	-	-	188,799.31	143,038.42	45,760.89	
17-16	Improvements to Sylvan Lake & Sylvan Lake Park	201,000.00	-	-	99,000.00	102,000.00	24,655.70	77,344.30	
17-19/18-10	Improvements to Riley Park	151,500.00	-	-	147,000.00	4,500.00	4,500.00	-	
18-11	Improvements to Fletcher Lake	179,000.00	-	-	171,000.00	8,000.00	8,000.00	-	
18-23	Acquisition of Non-Passenger Vehicle in the Departmen	372,000.00	-	-	339,000.00	33,000.00	26,847.26	6,152.74	
19-19	Ocean Park Avenue Improvements Phase II	135,000.00	-	-	-	135,000.00	28,248.66	106,751.34	
20-02	Acquisition of Real Property (LaReine Ave.)	1,425,000.00	-	-	1,400,000.00	25,000.00	25,000.00	-	
21-3	Various Capital Improvements	-	1,106,010.00	61,000.00	1,045,000.00	10.00	10.00	-	
21-23	Acquisition of Real Property	-	712,500.00	-	-	712,500.00	514,255.00	198,245.00	
21-24	Improvements to Newark Avenue Phase II	-	65,000.00	-	-	65,000.00	65,000.00	-	
21-25	Various Capital Improvements	-	213,750.00	-	-	213,750.00	213,750.00	-	
		\$ 3,012,299.31	\$ 2,097,260.00	\$ 61,000.00	\$ 3,561,000.00	\$ 1,487,559.31	\$ 1,053,305.04	\$ 434,254.27	

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
GENERAL CAPITAL FUND
SCHEDULE OF GRANTS RECEIVABLE
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020		\$ 460,026.31
Increased By		
Grants Awarded		<u>185,000.00</u>
Balance, December 31, 2021		<u><u>\$ 645,026.31</u></u>
 <u>Ordinance Number</u>		
17-16	County of Monmouth Open Space Grant	\$ 20,000.00
16-05/18-18	NJ Department of Transportation	94,276.31
19-19	NJ Department of Transportation	60,750.00
20-04	NJ Department of Transportation	285,000.00
21-24	NJ Department of Transportation	<u>185,000.00</u>
		<u><u>\$ 645,026.31</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
GENERAL CAPITAL FUND
SCHEDULE OF DUE FROM CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020	\$ 110,421.87
Increased By:	
Interest Expense Paid on Behalf of Operating Funds	<u>39,536.37</u>
	149,958.24
Decreased By:	
Interest Earned	<u>68.02</u>
Balance, December 31, 2021	<u><u>\$ 149,890.22</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
GENERAL CAPITAL FUND
SCHEDULE OF DUE TO BEACH UTILITY CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020		\$ -
Increased By:		
Premium on Sale of Bonds	17,245.72	
Serial Bonds Issued	<u>433,000.00</u>	
		<u>450,245.72</u>
		450,245.72
Decreased By:		
Bond Anticipation Notes Paid		<u>433,000.00</u>
Balance, December 31, 2021		<u><u>\$ 17,245.72</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
GENERAL CAPITAL FUND
SCHEDULE OF DUE TO SEWER UTILITY CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020		\$ -
Increased By:		
Premium on Sale of Bonds	6,717.15	
Serial Bonds Issued	<u>275,000.00</u>	
		<u>281,717.15</u>
		281,717.15
Decreased By:		
Bond Anticipation Notes Paid		<u>275,000.00</u>
Balance, December 31, 2021		<u><u>\$ 6,717.15</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
GENERAL CAPITAL FUND
SCHEDULE OF DUE FROM BEACH UTILITY OPERATING FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020	\$ -
Increased By:	
Interest Expense Paid on Behalf of Operating Funds	<u>7,396.77</u>
Balance, December 31, 2021	<u><u>\$ 7,396.77</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
GENERAL CAPITAL FUND
SCHEDULE OF DUE FROM SEWER UTILITY OPERATING FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020	\$ -
Increased By:	
Interest Expense Paid on Behalf of Operating Funds	<u>4,697.72</u>
Balance, December 31, 2021	<u><u>\$ 4,697.72</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
GENERAL CAPITAL FUND
SCHEDULE OF OBLIGATIONS UNDER CAPITAL LEASES - UNFUNDED
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020	\$ 263,000.00
Decreased By:	
Current Appropriations	<u>75,000.00</u>
Balance, December 31, 2021	<u>\$ 188,000.00</u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
GENERAL CAPITAL FUND
SCHEDULE OF SERIAL BONDS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Purpose	Date of Issue	Original Issue	Outstanding December 31, 2021		Interest Rate	Balance December 31, 2020	Increased	Decreased	Balance December 31, 2021							
			Date	Amount												
General Improvement Bonds	12/24/2014	\$ 1,030,000.00	12/01/22	\$ 60,000.00	5.000%	\$ 730,000.00	\$ -	\$ 60,000.00	\$ 670,000.00							
			12/01/23	65,000.00	5.000%											
			12/01/24	65,000.00	5.000%											
			12/01/25	70,000.00	5.000%											
			12/01/26	75,000.00	5.000%											
			12/01/27	80,000.00	5.000%											
			12/01/28	80,000.00	5.000%											
			12/01/29	85,000.00	5.000%											
			12/01/30	90,000.00	5.000%											
			Library Improvement Bonds	12/24/2014	780,000.00					12/01/22	30,000.00	5.000%	550,000.00	-	30,000.00	520,000.00
12/01/23	30,000.00	5.000%														
12/01/24	30,000.00	5.000%														
12/01/25	35,000.00	5.000%														
12/01/26	35,000.00	5.000%														
12/01/27	40,000.00	5.000%														
12/01/28	40,000.00	5.000%														
12/01/29	40,000.00	5.000%														
12/01/30	45,000.00	5.000%														
12/01/31	45,000.00	4.000%														
12/01/32	50,000.00	4.000%														
12/01/33	50,000.00	3.250%														
12/01/34	50,000.00	3.250%														
MCI A Refunding Bonds	1/24/2016	1,665,000.00				12/1/2022	360,000.00	5.000%	705,000.00	-	345,000.00	360,000.00				
General Improvement Bonds	5/5/2021	3,561,000.00	5/1/2022	240,902.78	2.000%	-	1,561,000.00	-	1,561,000.00							
			5/1/2023	252,993.06	2.000%											
			5/1/2024	265,083.33	2.000%											
			5/1/2025	272,173.61	2.000%											
			5/1/2026	284,263.89	2.000%											
			5/1/2027	296,354.17	2.000%											
			5/1/2028	306,354.17	2.000%											
			5/1/2029	318,444.44	2.000%											
			5/1/2030	332,625.00	2.000%											
			5/1/2031	346,805.56	2.000%											
			5/1/2032	315,000.00	2.000%											
			5/1/2033	329,999.99	2.000%											
										\$ 1,985,000.00	\$ 3,561,000.00	\$ 435,000.00	\$ 5,111,000.00			

**BOROUGH OF BRADLEY BEACH
 COUNTY OF MONMOUTH, NEW JERSEY
 GENERAL CAPITAL FUND
 SCHEDULE OF BOND ANTICIPATION NOTES
 FOR THE YEAR ENDED DECEMBER 31, 2021**

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Original Issue Date</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance December 31, 2020</u>	<u>Decreased</u>	<u>Balance December 31, 2021</u>
15-08	Ocean Avenue Curbs & Sidewalks	5/23/2016	5/12/2021	N/A	\$ 59,000.00	\$ 59,000.00	\$ -
16-01	Acquisition of Real Property	5/23/2016	5/12/2021	N/A	301,000.00	301,000.00	-
17-19/18/10	Improvements to Riley Park	5/18/2018	5/12/2021	N/A	120,000.00	120,000.00	-
17-16	Improvements to Sylvan Lake & Sylvan Lake Park	5/18/2018	5/12/2021	N/A	99,000.00	99,000.00	-
17-19/18/10	Improvements to Riley Park	5/18/2019	5/12/2021	N/A	27,000.00	27,000.00	-
18-11	Improvements to Fletcher Lake	5/18/2019	5/12/2021	N/A	171,000.00	171,000.00	-
18-23	Acquisition of Non-Passenger Vehicle in the Department of Public Works	5/18/2019	5/12/2021	N/A	339,000.00	339,000.00	-
20-02	Acquisition of Real Property (LaReine Ave.)	2/25/2020	5/12/2021	N/A	1,400,000.00	1,400,000.00	-
					<u>\$ 2,516,000.00</u>	<u>\$ 2,516,000.00</u>	<u>\$ -</u>

N/A - not available

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
GENERAL CAPITAL FUND
SCHEDULE OF CAPITAL LEASE OBLIGATIONS PAYABLE
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020	\$ 263,000.00
Decreased By:	
Current Appropriations	<u>75,000.00</u>
Balance, December 31, 2021	<u><u>\$ 188,000.00</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
GENERAL CAPITAL FUND
SCHEDULE OF GREEN TRUST LOANS PAYABLE
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020	\$ 93,214.56
Decreased By:	
Current Appropriations	<u>22,612.68</u>
Balance, December 31, 2021	<u>\$ 70,601.88</u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
GENERAL CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Ordinance Number	Ordinance Date	Improvement Description	Ordinance Amount	Balance		2021 Authorizations					Balance			
				December 31, 2020		Deferred Charges to Future Taxation	Capital Improvement Fund	DOT Grants	Transfer from Encumbrances Payable	Expended	Transfer to Encumbrances Payable	Transfers	December 31, 2021	
				Funded	Unfunded								Funded	Unfunded
98-04	05/18/98	Development and Implementation of a Housing Rehabilitation Program	\$1,900,000.00	\$ 15,235.76	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 15,235.76	\$ -
08-06	06/10/08	Replacement of Sylvan Head Bulkhead - Phase IV (CDBG \$194,000)	400,000.00	10,520.01	-	-	-	-	-	-	-	-	10,520.01	-
08-07	06/10/08	Various 2008 Roadway Improvements (NJDOT \$160,000)	330,000.00	14,062.57	-	-	-	-	-	-	-	-	14,062.57	-
10-05/11-18/12-07	Various	Various 2010 Roadway Improvements (NJDOT \$210,000)	497,000.00	74,574.44	-	-	-	-	-	6,596.11	-	-	67,978.33	-
11-08/11-21/12-08	Various	Various 2011 Roadway Improvements	640,000.00	37,539.92	-	-	-	-	-	37,394.20	-	-	145.72	-
11-09	11/09/11	Improvements to Lake Terrace Park	60,000.00	1,580.64	-	-	-	-	-	-	-	-	1,580.64	-
13-01/13-10	07/27/13	LaReine Avenue Road Improvements	730,000.00	42,689.72	-	-	-	-	-	-	-	-	42,689.72	-
14-06	03/11/14	Improvements to the Library	900,000.00	16,134.08	-	-	-	-	-	-	-	-	16,134.08	-
14-11	04/22/14	Police Communications Equipment	150,000.00	21,650.87	-	-	-	-	-	-	-	-	21,650.87	-
15-08	05/26/15	Ocean Avenue Curbs & Sidewalks	125,000.00	-	6,109.49	-	-	-	-	-	-	-	-	6,109.49
16-05/16-18	06/12/18	Ocean Park Avenue Improvements - Phase I (NJDOT \$270,000)	380,000.00	-	143,038.42	-	-	-	-	12.50	-	12.50	-	143,038.42
17-16	06/13/17	Improvements to Sylvan Lake and Sylvan Lake Park (MOC SOCG \$101,000)	400,000.00	-	24,655.70	-	-	-	-	7,489.00	-	7,489.00	-	24,655.70
17-19/18-10	07/25/17 & 04/24/18	Improvements to Riley Park	340,000.00	-	7,160.74	-	-	-	-	-	-	-	2,660.74	4,500.00
18-11	05/09/18	Improvements to Fletcher Lake	208,000.00	-	13,389.79	-	-	-	-	3,878.08	-	3,878.08	-	5,389.79
18-23	11/20/18	Acquisition of Non-Passenger Vehicles for the Department of Public Works	435,000.00	-	68,747.26	-	-	-	-	41,900.00	-	-	-	26,847.26
19-19	07/23/19	Improvements to Ocean Park Avenue - Phase II (NJDOT \$243,000)	325,000.00	-	35,163.46	-	-	-	-	20,653.00	1,620.00	25,947.80	-	28,248.66
20-02	02/25/20	Acquisition of 319 LaReine Avenue	1,500,000.00	-	136,717.30	-	-	-	-	4,890.00	20,179.85	380.00	-	96,047.45
20-04	03/24/20	Newark Avenue Road Improvements	300,000.00	259,735.00	-	-	-	-	-	44,000.00	254,790.44	-	23,527.50	72,472.06
21-03	01/25/21	Various Capital Improvements	1,161,312.00	-	-	1,106,010.00	55,302.00	-	-	-	363,936.49	341,059.96	-	456,305.55
21-23	08/05/21	Acquisition of Real Property	750,000.00	-	-	712,500.00	37,500.00	-	-	-	50,243.81	185,501.19	-	514,255.00
21-24	08/05/21	Improvements to Newark Avenue Phase II	250,000.00	-	-	65,000.00	-	185,000.00	-	-	5,565.00	12,857.50	(23,527.50)	143,050.00
21-25	08/05/21	Various Capital Improvements	225,000.00	-	-	213,750.00	11,250.00	-	-	-	500.00	-	-	10,750.00
				\$ 493,723.01	\$ 434,982.16	\$ 2,097,260.00	\$ 104,052.00	\$ 185,000.00	\$ 80,922.58	\$ 782,725.90	\$ 577,126.03	\$ -	\$ 982,782.78	\$ 1,053,305.04

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
GENERAL CAPITAL FUND
SCHEDULE OF CAPITAL IMPROVEMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020	\$ 82,827.27
Increased By:	
Current Fund Appropriation	<u>30,000.00</u>
	112,827.27
Decreased By:	
Improvement Authorizations	<u>104,052.00</u>
Balance, December 31, 2021	<u><u>\$ 8,775.27</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
GENERAL CAPITAL FUND
SCHEDULE OF RESERVE FOR ENCUMBRANCES
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020	\$ 80,922.58
Increased By:	
Transferred from Improvement Authorizations	<u>577,126.03</u>
	658,048.61
Decreased By:	
Transferred to Improvement Authorizations	<u>80,922.58</u>
Balance, December 31, 2021	<u><u>\$ 577,126.03</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
GENERAL CAPITAL FUND
SCHEDULE OF RESERVE FOR GRANTS RECEIVABLE
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2021 and 2020

\$ 155,026.31

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
GENERAL CAPITAL FUND
SCHEDULE OF VARIOUS RESERVES
FOR THE YEAR ENDED DECEMBER 31, 2021**

<u>Description</u>	<u>Balance</u> <u>December 31,</u> <u>2020</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance</u> <u>December 31,</u> <u>2021</u>
Regional Contribution Agreement - Interest Income	\$ 20,096.37	\$ 81.87	\$ -	\$ 20,178.24
Sylvan Lake Aerator	1,009.01	-	-	1,009.01
Interlocal Agreement - Salt Dome	1,231.86	-	-	1,231.86
Preliminary Costs - Solar Panels	500.00	-	-	500.00
NJM Sustainable Grant	11,808.57	-	-	11,808.57
Library Accessibility	4,500.00	-	-	4,500.00
Recreation Building - Unappropriated	22,854.01	-	-	22,854.01
Public Works Roof Repairs	3.00	-	-	3.00
Sylvan Lake Improvements	50,000.00	-	-	50,000.00
Surveillance System	494.11	-	-	494.11
Public Works Diesel Tank	13,000.00	-	-	13,000.00
Public Works Generator	57,061.90	-	-	57,061.90
Acquisition of Police SUV	5,660.00	-	-	5,660.00
	<u>\$ 188,218.83</u>	<u>\$ 81.87</u>	<u>\$ -</u>	<u>\$ 188,300.70</u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH
GENERAL CAPITAL FUND
SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
FOR THE YEAR ENDED DECEMBER 31, 2021**

<u>Ordinance Number</u>	<u>Improvement Description</u>	Balance December 31, <u>2020</u>	<u>Increased</u>	<u>Decreased</u>	Balance December 31, <u>2021</u>
16-05/18-18	Ocean Park Avenue Improvements - Phase I	\$ 188,799.31	\$ -	\$ -	\$ 188,799.31
17-16	Improvements to Sylvan Lake and Sylvan Lake Park	102,000.00	-	-	102,000.00
17-19/18-10	Improvements to Riley Park	4,500.00	-	-	4,500.00
18-11	Improvements to Fletcher Lake	8,000.00	-	-	8,000.00
18-23	Acquisition of Various Public Works Vehicles	33,000.00	-	-	33,000.00
19-19	Ocean Park Avenue Improvements - Phase II	135,000.00	-	-	135,000.00
20-02	Acquisition of 319 LaReine Avenue	25,000.00	-	-	25,000.00
21-03	Various Capital Improvements	-	1,106,010.00	1,106,000.00	10.00
21-23	Acquisition of Real Property	-	712,500.00	-	712,500.00
21-24	Improvements to Newark Avenue Phase II	-	65,000.00	-	65,000.00
21-25	Various Capital Improvements	-	213,750.00	-	213,750.00
		<u>\$ 496,299.31</u>	<u>\$2,097,260.00</u>	<u>\$ 1,106,000.00</u>	<u>\$ 1,487,559.31</u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
BEACH UTILITY FUND
SCHEDULE OF CASH
FOR THE YEAR ENDED DECEMBER 31, 2021**

	<u>Operating</u>		<u>Capital</u>
Balance, December 31, 2020	\$ 2,078,394.52		\$ 854,994.72
Increased By Receipts:			
Concession Rents	\$ 113,237.73	\$ -	
Beach Badges	1,399,508.60	-	
Parking Meter Fees	109,821.14	-	
Locker Rental Fees	120,065.00	-	
Miscellaneous Revenue	14,793.63	-	
Due to General Capital Fund	7,396.77	-	
Due to Beach Utility Operating Fund	-	51.95	
Prepaid Revenue	418,325.00	-	
	<u>2,183,147.87</u>		<u>51.95</u>
		4,261,542.39	855,046.67
Decreased By Disbursements:			
2021 Appropriations	2,228,372.22	-	
2020 Appropriations	21,953.70	-	
Accrued Interest	61,186.77	-	
	<u>2,311,512.69</u>		<u>-</u>
Balance, December 31, 2021	<u>\$ 1,950,029.70</u>		<u>\$ 855,046.67</u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
BEACH UTILITY CAPITAL FUND
SCHEDULE OF ANALYSIS OF BEACH UTILITY CAPITAL FUND CASH
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Balance December 31, <u>2021</u>
Fund Balance	\$ 49,777.93
Encumbrances Payable	712.80
Capital Improvement Fund	35,399.61
Reserve for FEMA	757,119.94
Reserve for Upgrade to Public Safety Station	177.58
Reserve for Public Works Generator	13,000.00
Due to Beach Utility Operating Fund	908.44
Due from General Capital Fund	(17,245.72)

Improvement Authorizations

Ordinance <u>Number</u>	<u>Improvement Description</u>		
13-02	Various Beach Improvements	\$	(3,305.25)
14-05	Parking Meter Pay Station Installations		4,811.80
16-02	Real Property Acquisition		999.60
17-13	Improvements to Beach Railing on the Boardwalk		4,000.02
18-08	Improvements to the Pump Station		8,689.92
			8,689.92
			\$ 855,046.67

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
BEACH UTILITY OPERATING FUND
SCHEDULE OF DUE TO CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020	\$ 231,002.86
Decreased By:	
Disbursement made in Current Fund	<u>1,875.00</u>
Balance, December 31, 2021	<u><u>\$ 229,127.86</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
BEACH UTILITY OPERATING FUND
SCHEDULE OF DUE FROM BEACH UTILITY CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020	\$ 856.49
Increased By:	
Interest Earned	<u>51.95</u>
Balance, December 31, 2021	<u><u>\$ 908.44</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
BEACH UTILITY CAPITAL FUND
SCHEDULE OF FIXED CAPITAL
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Balance December 31, <u>2020</u>	<u>Addition</u> By Budget <u>Capital Outlay</u>	<u>Deduction</u> <u>Adjustments</u>	Balance December 31, <u>2021</u>
Beach Cleaning Equipment	\$ 75,000.00	\$ -	\$ -	\$ 75,000.00
Pavilion Roof	9,169.17	-	-	9,169.17
Computer System	6,500.00	-	-	6,500.00
Improvement to the Public Beach Front - 1993	1,850,154.00	-	-	1,850,154.00
Modification to Groin Fields	285,352.05	-	-	285,352.05
Improvement to Second Ave. Pump Station	80,000.00	-	-	80,000.00
Improvement to the Public Beach Front - 1999	30,000.00	-	-	30,000.00
Repair and/or Replacement of the Flume at Fletcher Lake and the Extension of the Outfall Pipe	41,124.50	-	-	41,124.50
Acquisition of a Beach Tractor	30,357.74	-	-	30,357.74
2016 Land Acquisition	634,000.40	-	-	634,000.40
Beach Erosion Control Project	114,959.15	-	-	114,959.15
Capital Outlay - 2002	8,311.89	-	-	8,311.89
Capital Outlay - 2003	8,000.00	-	-	8,000.00
Capital Outlay - 2004	4,070.00	-	-	4,070.00
Capital Outlay - 2005	5,000.00	-	-	5,000.00
Capital Outlay - 2006	22,000.00	-	-	22,000.00
Capital Outlay - 2007	7,199.34	-	-	7,199.34
Capital Outlay - 2008	902.03	-	-	902.03
Capital Outlay - 2009	17,591.76	-	-	17,591.76
Capital Outlay - 2010	11,490.00	-	-	11,490.00
Capital Outlay - 2011	56,421.66	-	-	56,421.66
Capital Outlay - 2012	44,331.80	-	-	44,331.80
Capital Outlay - 2013	45,334.57	-	-	45,334.57
Capital Outlay - 2014	16,392.30	-	-	16,392.30
Capital Outlay - 2015	23,749.00	-	-	23,749.00
Capital Outlay - 2016	83,150.40	-	-	83,150.40
Various Beachfront Improvements	747,480.41	-	-	747,480.41
Acquisition of a Load and Pack Vehicle	120,698.34	-	-	120,698.34
Concession Trailer	58,491.72	-	-	58,491.72
Capital Outlay 2017	28,500.00	-	-	28,500.00
Acquisition of Parking Meter Stations	135,631.20	-	443.00	135,188.20
Various Beachfront Improvements 2019	1,603,299.25	-	-	1,603,299.25
Boardwalk Railing	363,217.56	-	-	363,217.56
Capital Outlay - 2021		300,370.26	-	300,370.26
	<u>\$ 6,567,880.24</u>	<u>\$ 300,370.26</u>	<u>\$ 443.00</u>	<u>\$ 6,867,807.50</u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
BEACH UTILITY CAPITAL FUND
SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED
FOR THE YEAR ENDED DECEMBER 31, 2021**

Ordinance Number	Improvement Description	Ordinance		Balance
		Date	Amount	December 31, 2021
14-05	Parking Meter Pay Station Improvements	2/27/2014	\$ 140,000.00	\$ 4,811.80
16-02	Real Property Acquisition	1/26/2016	635,000.00	999.60
17-13	Improvements to Beach Railing on the Boardwalk (MCOST Grant \$307,212)	5/9/2017	500,000.00	136,782.44
18-08	Improvements to the Pump Station	4/10/2018	10,500.00	10,500.00
				<u>\$ 153,093.84</u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
BEACH UTILITY OPERATING FUND
SCHEDULE OF 2020 APPROPRIATION RESERVES
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Balance December 31, <u>2020</u>	Balance After <u>Modifications</u>	Paid or <u>Charged</u>	<u>Lapsed</u>
Operating:				
Salaries and Wages	\$ 29,368.32	\$ 29,368.32	\$ -	\$ 29,368.32
Other Expenses	96,280.23	108,867.17	33,799.10	75,068.07
Statutory Expenditures:				
Contributions To:				
Unemployment Compensation Insurance	2,000.00	2,000.00	-	2,000.00
Social Security System (O.A.S.I.)	658.03	658.03	-	658.03
Total Sewer Utility Appropriations	\$ 128,306.58	\$ 140,893.52	\$ 33,799.10	\$ 107,094.42

Appropriation Reserves
Encumbrances Payable

\$ 128,306.58
12,586.94

\$ 140,893.52

Cash Disbursements
Accounts Payable

\$ 21,953.70
11,845.40

\$ 33,799.10

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
BEACH UTILITY OPERATING FUND
SCHEDULE OF RESERVE FOR ENCUMBRANCES
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020	\$ 12,586.94
Increased By:	
Charged to Budget Appropriations	<u>185,214.28</u>
	197,801.22
Decreased By:	
Transferred to Appropriation Reserves	<u>12,586.94</u>
Balance, December 31, 2021	<u><u>\$ 185,214.28</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
BEACH UTILITY OPERATING FUND
SCHEDULE OF ACCRUED INTEREST PAYABLE
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020	\$	9,728.64
Increased By:		
Budget Appropriation		53,796.21
		63,524.85
Decreased By:		
Interest Paid		61,186.77
Balance, December 31, 2021	\$	2,338.08

Principal Outstanding December 31, <u>2021</u>	<u>Interest Rate</u>	<u>From</u>	<u>To</u>	<u>Period</u>	<u>Amount</u>
Serial Bonds					
\$ 820,000.00	5.000%	12/1/2021	12/31/2021	29 Days	\$ 1,651.39
\$ 419,000.00	2.000%	11/1/2021	12/31/2021	59 Days	686.69
					\$ 2,338.08

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
BEACH UTILITY OPERATING FUND
SCHEDULE OF PREPAID REVENUE
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020	\$ 487,525.00
Increased By:	
Cash Receipts	<u>418,325.00</u>
	905,850.00
Decreased By:	
Applied to Revenue:	
Bathing Fees	<u>487,525.00</u>
Balance, December 31, 2021	<u><u>\$ 418,325.00</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
BEACH UTILITY OPERATING FUND
SCHEDULE OF VARIOUS RESERVES
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Balance December 31, <u>2020</u>	<u>Increased</u>	Balance December 31, <u>2021</u>
Reserve for:			
Compensated Absences	\$ 20,000.00	\$ -	\$ 20,000.00
Beach Enhancement Donations	4,705.53	-	4,705.53
Sand Replenishment Costs	39,778.00	-	39,778.00
Green Acres	15,731.80	-	15,731.80
Commitments Payable	-	11,845.40	11,845.40
	<u>\$ 80,215.33</u>	<u>\$ 11,845.40</u>	<u>\$ 92,060.73</u>

**BOROUGH OF BRADLEY BEACH
 COUNTY OF MONMOUTH, NEW JERSEY
 BEACH UTILITY CAPITAL FUND
 SCHEDULE OF SERIAL BONDS
 FOR THE YEAR ENDED DECEMBER 31, 2021**

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Outstanding</u> <u>December 31, 2021</u>		<u>Interest Rate</u>	<u>Balance</u> <u>December 31,</u> <u>2020</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance</u> <u>December 31,</u> <u>2021</u>
			<u>Date</u>	<u>Amount</u>					
Beach Improvement Bonds (MCIA)	12/24/2014	\$ 1,525,000.00	12/01/2022	\$ 120,000.00	5.000%	\$ 935,000.00	\$ -	\$ 115,000.00	\$ 820,000.00
			12/01/2023	125,000.00	5.000%				
			12/01/2024	135,000.00	5.000%				
			12/01/2025	140,000.00	5.000%				
			12/01/2026	145,000.00	5.000%				
			12/01/2027	155,000.00	5.000%				
			Beach Improvement Bonds - 2021	5/5/2021	419,000.00				
5/1/2023	32,006.94	2.000%							
5/1/2024	34,916.67	2.000%							
5/1/2025	37,826.39	2.000%							
5/1/2026	40,736.11	2.000%							
5/1/2027	43,645.83	2.000%							
5/1/2028	43,645.83	2.000%							
5/1/2029	46,555.56	2.000%							
5/1/2030	52,375.00	2.000%							
5/1/2031	58,194.45	2.000%							
						<u>\$ 935,000.00</u>	<u>\$ 419,000.00</u>	<u>\$ 115,000.00</u>	<u>\$ 1,239,000.00</u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
BEACH UTILITY CAPITAL FUND
SCHEDULE OF BOND ANTICIPATION NOTES
FOR THE YEAR ENDED DECEMBER 31, 2021**

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Original Issue Date</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	Balance December 31, <u>2020</u>	<u>Decreased</u>	Balance December 31, <u>2021</u>
16-02	Land Acquisition	5/23/2016	5/12/2021	N/A	\$ 385,000.00	\$ 385,000.00	\$ -
17-13	Improvements to Beach Railings on the Boardwalk	5/18/2018	5/12/2021	N/A	<u>48,000.00</u>	<u>48,000.00</u>	<u>-</u>
					<u>\$ 433,000.00</u>	<u>\$ 433,000.00</u>	<u>\$ -</u>

N/A - not available

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
BEACH UTILITY CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Ordinance Number	Improvement Description	Date	Amount	Balance December 31, 2020		Transferred from Encumbrances Payable	Reserve for Encumbrances	Balance December 31, 2021	
				Funded	Unfunded			Funded	Unfunded
14-05	Parking Meter Pay Station Improvements	2/27/2014	\$ 140,000.00	\$ 3,899.80	\$ -	\$ 912.00	\$ -	\$ 4,811.80	\$ -
16-02	Real Property Acquisition	1/26/2016	635,000.00	-	999.60	-	-	999.60	-
17-13	Improvements to Beach Railing on the Boardwalk (MCOST Grant \$307,212)	5/9/2017	500,000.00	-	136,782.44	712.80	712.80	4,000.02	132,782.42
18-08	Improvements to the Pump Station	4/10/2018	10,500.00	<u>7,440.92</u>	<u>-</u>	<u>1,249.00</u>	<u>-</u>	<u>8,689.92</u>	<u>-</u>
				<u>\$ 11,340.72</u>	<u>\$ 137,782.04</u>	<u>\$ 2,873.80</u>	<u>\$ 712.80</u>	<u>\$ 18,501.34</u>	<u>\$ 132,782.42</u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
BEACH UTILITY CAPITAL FUND
SCHEDULE DUE TO BEACH UTILITY OPERATING FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020	\$	856.49
Increased By:		
Interest Earned		<u>51.95</u>
Balance, December 31, 2021	\$	<u><u>908.44</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
BEACH UTILITY CAPITAL FUND
SCHEDULE OF RESERVE FOR ENCUMBRANCES
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020	\$ 2,873.80
Increased By:	
Charged to Improvement Authorizations	<u>712.80</u>
	3,586.60
Decreased By:	
Transferred To Improvement Authorizations	<u>2,873.80</u>
Balance, December 31, 2021	<u><u>\$ 712.80</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
BEACH UTILITY CAPITAL FUND
SCHEDULE OF CAPITAL IMPROVEMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2021 and 2020

\$ 35,399.61

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
BEACH UTILITY CAPITAL FUND
SCHEDULE OF VARIOUS RESERVES
FOR THE YEAR ENDED DECEMBER 31, 2021**

	<u>Balance December 31, 2021 and 2020</u>
Reserve for FEMA	\$ 757,119.94
Reserve for Upgrade to Public Safety Station	177.58
Reserve for Public Works Generator	<u>13,000.00</u>
	<u><u>\$ 770,297.52</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
BEACH UTILITY CAPITAL FUND
SCHEDULE OF RESERVE FOR AMORTIZATION
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020		\$ 2,747,340.01
Increased By:		
Premium on Bonds Issued	\$ 14,000.00	
Transfer from Reserve for Deferred Amortization	2,450,602.06	
Capital Outlay by Operating Budget	300,370.26	
Bonds Paid by Operating Budget	<u>115,000.00</u>	
		<u>2,879,972.32</u>
Balance, December 31, 2021		<u>\$ 5,627,312.33</u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
BEACH UTILITY CAPITAL FUND
SCHEDULE OF RESERVE FOR DEFERRED AMORTIZATION
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020	\$ 2,469,103.40
Decreased by:	
Transfer to Reserve for Amortization	<u>2,450,602.06</u>
Balance, December 31, 2021	<u><u>\$ 18,501.34</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
BEACH UTILITY CAPITAL FUND
SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
FOR THE YEARS ENDED DECEMBER 31, 2021 AND 2020**

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance December 31, 2021 and 2020</u>
17-13	Improvements to Beach Railing on the Boardwalks	<u>\$ 132,782.42</u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
SEWER UTILITY FUND
SCHEDULE OF CASH
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Operating	Capital
	\$ 2,688,155.98	\$ 784,138.65
Increased By Receipts:		
Miscellaneous Revenue Not Anticipated	59,551.68	-
Rents	1,596,669.87	-
Due to Sewer Utility Operating Fund	-	94.62
Due to Sewer Utility Capital Fund	8,246.84	-
Prepaid Rents	9,861.67	-
	1,674,330.06	94.62
	4,362,486.04	784,233.27
Decreased By Disbursements:		
2021 Appropriations	1,756,143.65	-
2020 Appropriations	21,698.03	-
Consumer Overpayments Refunded	436.00	-
Accrued Interest on Bonds and Notes	31,440.00	-
Other	43,995.60	-
Due to Sewer Operating Fund	-	8,246.84
Improvement Authorizations	-	3,274.59
	1,853,713.28	11,521.43
	\$ 2,508,772.76	\$ 772,711.84

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
SEWER UTILITY CAPITAL FUND
SCHEDULE OF ANALYSIS OF CASH AND CASH EQUIVALENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Balance December 31, <u>2021</u>
Fund Balance	\$ 51,243.94
Due from General Capital Fund	(6,717.15)
Due to Sewer Utility Operating Fund	94.62
Capital Improvement Fund	191,251.94
Reserve for Encumbrances	89,954.26
Reserve for Roof Repairs	100,000.00
Reserve for Video Inspection of Sewer Lines	25,000.00
Reserve for Public Works Generator	24,500.00
Reserve for Sewer Infrastructure Upgrades	37,349.04
Reserve for Manhole Resetting	97,979.62

Improvement Authorizations

<u>Ordinance Number</u>	<u>Improvement Description</u>	
17-11	Improvements to the Sanitary Sewer System	<u>162,055.57</u>
		<u>\$ 772,711.84</u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
SEWER UTILITY OPERATING FUND
SCHEDULE OF DUE FROM SEWER UTILITY CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020	\$ 8,246.84
Increased By:	
Interest Earned in Sewer Capital Fund	<u>94.62</u>
	8,341.46
Decreased By:	
Cash Receipts	<u>8,246.84</u>
Balance, December 31, 2021	<u><u>\$ 94.62</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
SEWER UTILITY OPERATING FUND
SCHEDULE OF CONSUMER ACCOUNTS RECEIVABLE
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020		\$ 63,299.21
Increased By:		
Sewer Charges Levied in 2021		<u>1,660,515.15</u>
		1,723,814.36
Decreased By:		
Prepaid Rents Applied	63,287.96	
Cash Receipts	<u>1,596,669.87</u>	
		<u>1,659,957.83</u>
Balance, December 31, 2021		<u><u>\$ 63,856.53</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
SEWER UTILITY CAPITAL FUND
SCHEDULE OF FIXED CAPITAL
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Balance December 31, <u>2020</u>	<u>Addition</u> By Budget <u>Capital Outlay</u>	Balance December 31, <u>2021</u>
Improvement of Sewer System, Stage I - 1973	\$ 100,000.00	\$ -	\$ 100,000.00
Improvement of Sewer System, Stage II - 1976	690,267.47	-	690,267.47
Improvement of Sewer System, Stage II - 1981	30,718.44	-	30,718.44
Improvement of Sewer System, Stage II - 1981	257,244.41	-	257,244.41
Improvement of Sewer System - 1998	73,257.61	-	73,257.61
Purchase of Equipment - 1994	39,814.00	-	39,814.00
Purchase of Jet Sewer Cleaner - 1992	19,000.00	-	19,000.00
Computer System - 1995	9,750.00	-	9,750.00
Improvement to Municipal Sewer Building	35,543.02	-	35,543.02
Improvements to the Pump Station- 1996	294,666.45	-	294,666.45
Improvements to the Pump Station- 1997	93,665.00	-	93,665.00
Sewer Utility Improvements - 1999	282,005.65	-	282,005.65
Sewer Utility Improvements - 2000	297,425.54	-	297,425.54
Improvement of Sewer System - 2000	200,000.00	-	200,000.00
Improvement of Sewer System - 2001	230,000.00	-	230,000.00
Sanitary Sewer Pump Station Reahabilitation - 2006	322,469.33	-	322,469.33
Sewer Evaluation, Cleaning and Rehabilitation	265,621.91	-	265,621.91
Capital Outlay - 2006 Appropriations	25,542.40	-	25,542.40
Capital Outlay - 2007 Appropriations Reserves	13,550.62	-	13,550.62
Capital Outlay - 2013 Appropriations Reserves	12,500.00	-	12,500.00
Capital Outlay - 2015 Appropriations	87,500.00	-	87,500.00
Capital Outlay - 2015 Appropriations Reserves	39,309.50	-	39,309.50
Capital Outlay - 2016 Appropriations	252,920.00	-	252,920.00
Pump Station Reconstruction - 2016	989,614.39	-	989,614.39
Capital Outlay - 2021		114,618.75	114,618.75
	<u>\$ 4,662,385.74</u>	<u>\$ 114,618.75</u>	<u>\$ 4,777,004.49</u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
SEWER UTILITY CAPITAL FUND
SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED
FOR THE YEAR ENDED DECEMBER 31, 2021**

Ordinance Number	Improvement Description	Ordinance		Balance December 31, 2020	Increased	Balance December 31, 2021
		Date	Amount			
17-11	Improvements to the Sanitary Sewer System	2/28/2017	\$ 2,850,000.00	\$ 2,850,000.00	\$ -	\$ 2,850,000.00
21-30	Improvements to the Sanitary Sewer System - Phase 2	10/12/2021	\$ 4,650,000.00	-	4,650,000.00	4,650,000.00
				<u>\$ 2,850,000.00</u>	<u>\$ 4,650,000.00</u>	<u>\$ 7,500,000.00</u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
SEWER UTILITY OPERATING FUND
SCHEDULE OF APPROPRIATION RESERVES
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Balance December 31, <u>2020</u>	Balance After <u>Modifications</u>	Paid or <u>Charged</u>	<u>Lapsed</u>
Operating:				
Salaries and Wages	\$ 16,048.13	\$ 16,048.13	\$ -	\$ 16,048.13
Other Expenses	166,652.65	176,627.65	21,698.03	154,929.62
Sewer Service Agreement:				
Neptune Township Sewerage Authority	14,169.00	14,169.00	-	14,169.00
	<hr/>	<hr/>	<hr/>	<hr/>
Total Operating	196,869.78	206,844.78	21,698.03	185,146.75
	<hr/>	<hr/>	<hr/>	<hr/>
Statutory Expenditures:				
Contributions To:				
Unemployment Compensation Insurance	15,000.00	15,000.00	-	15,000.00
Social Security	6,288.68	6,288.68	-	6,288.68
	<hr/>	<hr/>	<hr/>	<hr/>
Total Statutory Expenditures	21,288.68	21,288.68	-	21,288.68
	<hr/>	<hr/>	<hr/>	<hr/>
Total Water Utility Fund Appropriations	<u>\$ 218,158.46</u>	<u>\$ 228,133.46</u>	<u>\$ 21,698.03</u>	<u>\$ 206,435.43</u>
Appropriation Reserves		\$ 218,158.46		
Encumbrances Payable		<u>9,975.00</u>		
		<u>\$ 228,133.46</u>		

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
SEWER UTILITY OPERATING FUND
SCHEDULE OF RESERVE FOR ENCUMBRANCES
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020	\$ 9,975.00
Increased By:	
Charges to Budget Appropriations	<u>73,596.62</u>
	83,571.62
Decreased By:	
Transferred To Appropriation Reserves	<u>9,975.00</u>
Balance, December 31, 2021	<u><u>\$ 73,596.62</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
SEWER UTILITY OPERATING FUND
SCHEDULE OF CONSUMER OVERPAYMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020		\$ 53,900.76
Decreased By:		
Refunded	\$ 436.00	
Consumer Overpayments Cancelled	<u>52,369.00</u>	
		<u>52,805.00</u>
Balance, December 31, 2021		<u>\$ 1,095.76</u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
SEWER UTILITY OPERATING FUND
SCHEDULE OF PREPAID SEWER RENTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020	\$ 63,287.96
Increased By:	
Cash Receipts	<u>9,861.67</u>
	73,149.63
Decreased By:	
Applied to Rents Receivable	<u>63,287.96</u>
Balance, December 31, 2021	<u><u>\$ 9,861.67</u></u>

**BOROUGH OF BRADLEY BEACH
 COUNTY OF MONMOUTH, NEW JERSEY
 SEWER UTILITY OPERATING FUND
 SCHEDULE OF ACCRUED INTEREST PAYABLE
 FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020	\$ 7,530.35
Increased By:	
Budget Appropriation	<u>30,149.45</u>
	37,679.80
Decreased By:	
Interest Paid	<u>36,137.72</u>
Balance, December 31, 2021	<u><u>\$ 1,542.08</u></u>

	<u>Principal Outstanding December 31, 2021</u>	<u>Interest Rate</u>	<u>From</u>	<u>To</u>	<u>Period</u>	<u>Amount</u>
Serial Bonds:						
\$	610,000.00	5.000%	12/1/2021	12/31/2021	29 Days	1,099.58
\$	270,000.00	2.000%	11/1/2021	12/31/2021	59 Days	<u>442.50</u>
						<u><u>\$ 1,542.08</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
SEWER UTILITY OPERATING FUND
SCHEDULE OF VARIOUS RESERVES
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Balance December 31, <u>2021 and 2020</u>
Reserve for:	
Compensated Absences	\$ 50,000.00
TNSA	<u>46,000.00</u>
	<u>\$ 96,000.00</u>

**BOROUGH OF BRADLEY BEACH
 COUNTY OF MONMOUTH, NEW JERSEY
 SEWER UTILITY CAPITAL FUND
 SCHEDULE OF SERIAL BONDS
 FOR THE YEAR ENDED DECEMBER 31, 2021**

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Outstanding</u>		<u>Interest Rate</u>	<u>Balance</u> <u>December 31,</u> <u>2020</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance</u> <u>December 31,</u> <u>2021</u>
			<u>Date</u>	<u>Amount</u>					
Sewer Improvement Bonds	12/24/2014	\$ 820,000.00	12/01/2022	\$ 35,000.00	5.000%	\$ 640,000.00	\$ -	\$ 30,000.00	\$ 610,000.00
			12/01/2023	35,000.00	5.000%				
			12/01/2024	40,000.00	5.000%				
			12/01/2025	40,000.00	5.000%				
			12/01/2026	40,000.00	5.000%				
			12/01/2027	45,000.00	5.000%				
			12/01/2028	45,000.00	5.000%				
			12/01/2029	50,000.00	5.000%				
			12/01/2030	50,000.00	5.000%				
			12/01/2031	55,000.00	5.000%				
			12/01/2032	55,000.00	5.000%				
			12/01/2033	60,000.00	4.000%				
			12/01/2034	60,000.00	4.000%				
Sewer Improvement Bonds	5/5/2021	\$ 270,000.00	5/1/2022	15,000.00	2.000%	\$ -	\$ 270,000.00	\$ -	\$ 270,000.00
			5/1/2023	15,000.00	2.000%				
			5/1/2024	20,000.00	2.000%				
			5/1/2025	20,000.00	2.000%				
			5/1/2026	25,000.00	2.000%				
			5/1/2027	25,000.00	2.000%				
			5/1/2028	30,000.00	2.000%				
			5/1/2029	30,000.00	2.000%				
			5/1/2030	30,000.00	2.000%				
			5/1/2031	30,000.00	2.000%				
			5/1/2032	30,000.00	2.000%				
						<u>\$ 640,000.00</u>	<u>\$ 270,000.00</u>	<u>\$ 30,000.00</u>	<u>\$ 880,000.00</u>

**BOROUGH OF BRADLEY BEACH
 COUNTY OF MONMOUTH, NEW JERSEY
 SEWER UTILITY CAPITAL FUND
 SCHEDULE OF BOND ANTICIPATION NOTES
 FOR THE YEAR ENDED DECEMBER 31, 2021**

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Original Issue</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Balance December 31, 2020</u>	<u>Decreased by: Bonds Issued</u>	<u>Balance December 31, 2021</u>
17-11	Improvements to Sanitary Sewer System	5/22/2017	5/12/2021	N/A	\$ 275,000.00	\$ 275,000.00	\$ -
					<u>\$ 275,000.00</u>	<u>\$ 275,000.00</u>	<u>\$ -</u>

N/A - not available

**BOROUGH OF BRADLEY BEACH
 COUNTY OF MONMOUTH, NEW JERSEY
 SEWER UTILITY CAPITAL FUND
 SCHEDULE OF NJ INFRASTRUCTURE BANK NOTE PAYABLE
 FOR THE YEAR ENDED DECEMBER 31, 2021**

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Original Issue</u>	<u>Date of Issue</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Balance December 31, 2020</u>	<u>Decreased</u>	<u>Balance December 31, 2021</u>
17-11	Improvements to Sanitary Sewer System	12/19/2018	12/19/2018	6/30/2021	0.000%	\$ 1,952,123.00	\$ 1,952,123.00	\$ -
						<u>\$ 1,952,123.00</u>	<u>\$ 1,952,123.00</u>	<u>\$ -</u>
							Transfer to NJ Infrastructure Bank Loans Payable \$ 1,924,597.00	
							Transfer to Reserve for Loan due from NJ Infrastructure Bank 14,399.00	
							Transfer to Reserve for Debt Service 13,127.00	
							<u>\$ 1,952,123.00</u>	

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
SEWER UTILITY CAPITAL FUND
SCHEDULE OF NJ INFRASTRUCTURE BANK LOANS PAYABLE
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020	\$ 364,039.36
Increased By:	
Transferred from NJ Infrastructure Bank Note Payable	<u>1,924,597.00</u>
	2,288,636.36
Decreased By:	
Principal Paid by Operating Fund	<u>53,695.17</u>
Balance, December 31, 2021	<u><u>\$ 2,234,941.19</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
SEWER UTILITY CAPITAL FUND
SCHEDULE OF DUE TO SEWER OPERATING FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020	\$ 8,246.84
Increased By:	
Cash Receipt	<u>94.62</u>
	8,341.46
Decreased By:	
Cash Disbursements	<u>8,246.84</u>
Balance, December 31, 2021	<u><u>\$ 94.62</u></u>

**BOROUGH OF BRADLEY BEACH
 COUNTY OF MONMOUTH, NEW JERSEY
 SEWER UTILITY CAPITAL FUND
 SCHEDULE OF IMPROVEMENT AUTHORIZATIONS
 FOR THE YEAR ENDED DECEMBER 31, 2021**

Ordinance Number	Improvement Description	Date	Amount	Balance		Transferred From Encumbrances	Expended	Reserve for Encumbrances	Balance	
				December 31, 2020 Unfunded	2021 Authorizations				December 31, 2021 Funded	December 31, 2021 Unfunded
17-11	Improvements to the Sanitary Sewer System	02/28/17	\$ 2,850,000.00	\$ 337,160.15	\$ -	\$ 100,614.27	\$ 3,274.59	\$ 89,954.26	\$ 162,055.57	\$ 182,490.00
21-30	Improvements to Sanitary Sewer System - Phase 2	10/12/21	4,650,000.00	-	4,650,000.00	-	-	-	-	4,650,000.00
				<u>\$ 337,160.15</u>	<u>\$ 4,650,000.00</u>	<u>\$ 100,614.27</u>	<u>\$ 3,274.59</u>	<u>\$ 89,954.26</u>	<u>\$ 162,055.57</u>	<u>\$ 4,832,490.00</u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
SEWER UTILITY CAPITAL FUND
SCHEDULE OF ENCUMBRANCES PAYABLE
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020	\$ 100,614.27
Increased By:	
Budget Appropriation	<u>89,954.26</u>
	190,568.53
Decreased By:	
Transferred To Improvement Authorizations	<u>100,614.27</u>
Balance, December 31, 2021	<u><u>\$ 89,954.26</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
SEWER UTILITY CAPITAL FUND
SCHEDULE OF CAPITAL IMPROVEMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2021 and 2020

\$ 191,251.94

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
SEWER UTILITY CAPITAL FUND
SCHEDULE OF VARIOUS RESERVES
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Balance December 31, <u>2021 and 2020</u>
Reserve for:	
Roof Repairs	\$ 100,000.00
Video Inspection of Sewer Lines	25,000.00
Public Works Generator	24,500.00
Sewer Infrastructure Upgrades	37,349.04
Manhole Resetting	<u>97,979.62</u>
	<u>\$ 284,828.66</u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
SEWER UTILITY CAPITAL FUND
SCHEDULE OF RESERVE FOR AMORTIZATION
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020		\$ 3,942,132.38
Increased By:		
Bonds Paid by Operating Budget	\$ 30,000.00	
Loans Paid by Operating Budget	53,695.17	
Capital Outlay by Operating Budget	114,618.75	
Transfer from Reserve for Deferred Amortization	<u>91,000.00</u>	
		<u>289,313.92</u>
Balance, December 31, 2021		<u><u>\$ 4,231,446.30</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
SEWER UTILITY CAPITAL FUND
SCHEDULE OF RESERVE FOR DEFERRED AMORTIZATION
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020	\$	171,000.00
Increased by:		
Premium on Bonds Issued		<u>5,000.00</u>
		176,000.00
Decreased by:		
Transfer to Reserve for Amortization		<u>91,000.00</u>
Balance, December 31, 2021	\$	<u><u>85,000.00</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
SEWER UTILITY CAPITAL FUND
SCHEDULE OF DUE FROM NJ INFRASTRUCTURE BANK
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2021 and 2020

\$ 14,399.00

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
SEWER UTILITY CAPITAL FUND
SCHEDULE OF RESERVE FOR DEBT SERVICE
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020	\$ -
Increased by:	
Transfer from NJ Infrastructure Bank Note Payable	<u>13,127.00</u>
Balance, December 31, 2021	<u><u>\$ 13,127.00</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
SEWER UTILITY CAPITAL FUND
SCHEDULE OF RESERVE FOR LOAN DUE FROM NJ INFRASTRUCTURE BANK
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020	\$	-
Increased by:		
Transfer from NJ Infrastructure Bank Note Payable		<u>14,399.00</u>
Balance, December 31, 2021	\$	<u><u>14,399.00</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
SEWER UTILITY CAPITAL FUND
SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
FOR THE YEAR ENDED DECEMBER 31, 2021**

Ordinance Number	Improvement Description	Balance December 31, 2020	2021 Authorizations	Adjustments NJ Infrastructure Bank Debt Issued	Balance December 31, 2021
17-11	Improvements to the Sanitary Sewer System	\$ 2,495,000.00	\$ -	\$ 2,312,510.00	\$ 182,490.00
21-30	Improvements to the Sanitary Sewer System - Phase 2	-	<u>4,650,000.00</u>		<u>4,650,000.00</u>
		<u>\$ 2,495,000.00</u>	<u>\$ 4,650,000.00</u>	<u>\$ 2,312,510.00</u>	<u>\$ 4,832,490.00</u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
PUBLIC ASSISTANCE FUND
SCHEDULE OF CASH
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020	\$ 4,900.10
Increased By Receipts:	
Interest Earned	<u>0.65</u>
Balance, December 31, 2021	<u><u>\$ 4,900.75</u></u>

**BOROUGH OF BRADLEY BEACH
 COUNTY OF MONMOUTH, NEW JERSEY
 PUBLIC ASSISTANCE FUND
 SCHEDULE OF PUBLIC ASSISTANCE CASH AND RECONCILIATION
 FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020	\$	4,900.10
Increased By:		
Cash Receipts		0.65
Balance, December 31, 2021	\$	4,900.75

	P.A.T.F. Account #1	Total
<u>Reconciliation - December, 31, 2021</u>		
Balance on Deposit per Statement of:		
PNC Bank		
Checking	\$ 4,900.75	\$ 4,900.75
	4,900.75	4,900.75
Less:		
Outstanding Checks	-	-
Balance, December 31, 2021	\$ 4,900.75	\$ 4,900.75

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
PUBLIC ASSISTANCE FUND
SCHEDULE OF DUE TO CURRENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2020	\$	10.70
Increased By:		
Cash Receipts		<u>0.65</u>
Balance, December 31, 2021	\$	<u><u>11.35</u></u>

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
PUBLIC ASSISTANCE FUND
SCHEDULE OF RESERVE FOR PUBLIC ASSISTANCE
FOR THE YEAR ENDED DECEMBER 31, 2021**

Balance, December 31, 2021 and 2020

\$ 4,889.40

**BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH, NEW JERSEY
GENERAL FIXED ASSETS ACCOUNT GROUP
SCHEDULE OF INVESTMENTS IN GENERAL FIXED ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Balance, December 31, <u>2020</u>	<u>Additions</u>	<u>Dispositions</u>	Balance December 31, <u>2021</u>
Land	\$ 27,175,900.00	\$ -	\$ -	\$ 27,175,900.00
Buildings	6,087,100.00	-	-	6,087,100.00
Equipment	2,050,553.00	261,799.84	32,500.00	2,279,852.84
Vehicles	3,935,090.00	-	-	3,935,090.00
	<u>\$ 39,248,643.00</u>	<u>\$ 261,799.84</u>	<u>\$ 32,500.00</u>	<u>\$ 39,477,942.84</u>

BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

PART III

COMMENTS

YEAR ENDED DECEMBER 31, 2021

BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH
STATE OF NEW JERSEY
COMMENTS
YEAR ENDED DECEMBER 31, 2021

Contracts and Agreements Required to be Advertised per N.J.S. 40A:11-4

N.J.S. 40A:11-4 states “Every contract awarded by the contracting agent for the provision or performance of any goods or services, the cost of which in the aggregate exceeds the bid threshold, shall be awarded only by resolution of the governing body of the contracting unit to the lowest responsible bidder after public advertising for bids and bidding therefor, except as is provided otherwise in this act or specifically by any other law.”

The governing body of the municipality has the responsibility of determining whether the expenditures in any category will exceed the bid threshold within the year. Where questions arise as to whether any contract or agreement might result in violation of the statute, the municipal attorney’s opinion should be sought before a commitment is made.

Inasmuch as the system of records did not provide for an accumulation by categories of payments for the performance of any work or the furnishing or hiring of any materials or supplies, the results of such an accumulation could not be reasonably ascertained.

Our audit of expenditures did not reveal any individual payments, contracts or agreements in excess of the statutory limit for the performance of any work or the furnishing or hiring of any materials or supplies, other than those where bids had been previously sought by public advertisement or where a resolution had been previously adopted under the provisions of N.J.S. 40A:11-6.

The minutes indicated that resolutions were adopted and advertised authorizing the awarding of contracts or agreements for “Professional Services” per N.J.S. 40A:11-5.

Purchases, Contracts or Agreements Not Required to be Advertised by N.J.S. 40A:11-6.1

N.J.S. 40A:11-6.1 states, “For all contracts that in the aggregate are less than the bid threshold but exceed 15 percent or more of that amount, and for those contracts that are for subject matter enumerated in subsection (1) of section 5 of P.L. 1971, c. 198 (C.40A:11-5), except for paragraph (a) of that subsection concerning professional services and paragraph (b) of that subsection concerning work by employees of the contracting unit, the contracting agent shall award the contract after soliciting at least two competitive quotations, if practicable. The award shall be made to a vendor whose response is most advantageous, price and other factors considered. The contracting agent shall retain the record of the quotation solicitation and shall include a copy of the record with the voucher used to pay the vendor.” In the auditing of the Borough’s expenditures, we performed tests of the Borough’s compliance with N.J.S. 40A:11-6.1 and noted no exceptions.

COMMENTS (continued)

Examination of Claims

In auditing the Borough's expenditures, we did not and were not required to determine or establish proof of rendition, character or extent of services, nor quantities, nature, propriety of prices or receipt of materials, these elements being subject to the Borough's system of internal control over the approval and payment of claims in accordance with N.J.S. 40A:5-16.

Payroll Withholdings

We did not and were not required to determine the propriety of withholdings from individual employee salaries for pensions, income taxes, social security and medicare taxes, and for other purposes.

Collection of Interest on Delinquent Taxes

On January 1, 2021, the governing body adopted the following resolution fixing the rate of interest to be charged on delinquent tax payments and providing for a ten (10) day grace period for the payment of taxes during the year 2021.

WHEREAS, N.J.S.A. 54:4-67 authorizes the governing body of a municipality by resolution to fix the rate of interest to be charged on delinquent taxes; and

WHEREAS, the same statute authorizes the governing body to provide that no interest shall be charged if payment of any installment is made within the tenth calendar day following the date upon which the same became payable.

NOW, THEREFORE, BE IT RESOLVED, by the Borough Council of the Borough of Bradley Beach, in the County of Monmouth, State of New Jersey, as follows:

1. In accordance with N.J.S.A. 54:4-67 as amended, the rate of interest to be charged for the nonpayment of taxes on or before the date when they would become delinquent is hereby fixed at 8% percent (8%) per annum on the first \$1,500.00 of the delinquency and eighteen percent (18%) per annum on any amount in excess of \$1,500.00, to be calculated from the date the tax was payable until the date of actual payment, and if the delinquency is in excess of \$10,000 and remains in arrears beyond December 31st, an additional penalty of six (6%) percent shall be charged against the delinquency.

2. In accordance with N.J.S.A. 54:4-67, no interest shall be charged if payment of any installment is made within the tenth calendar day following the date upon which the same became payable.

BE IT FURTHER RESOLVED, that certified copies of said Resolution be forwarded to the Chief Financial Officer and the Tax Collector.

Based upon our audit of the tax collector's records, interest on delinquent accounts was charged in accordance with the foregoing resolution.

COMMENTS (continued)

OFFICIALS IN OFFICE

The following officials were in office during the year ended December 31, 2021:

<u>Name</u>	<u>Title</u>
Larry Fox	Mayor
Al Gubitosi	Council President
John Weber	Councilman
Timothy Sexsmith	Councilman
Randy Bonnell	Councilman
David Brown II	Borough Administrator (to June 5, 2021)
Sandra Rice	Borough Administrator (from June 6, 2021 to July 12, 2021)
Kimberly M. Humphrey	Borough Administrator (from July 13, 2021)
Erica Kostyz	Municipal Clerk, Registrar of Vital Statistics
Sandra Rice	Chief Financial Officer (to December 13, 2021)
Anthony Mannino	Chief Financial Officer (from December 14, 2021)
Paul Capotorto	Magistrate
Patricia Megill	Court Administrator
Gregory Cannon	Attorney

BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

PART IV

COMMENTS AND RECOMMENDATIONS

YEAR ENDED DECEMBER 31, 2021

BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

COMMENTS AND RECOMMENDATIONS
YEAR ENDED DECEMBER 31, 2021

Other Internal Control and Compliance Matters

#2021-001

Comment

We noted that there were overexpenditures of appropriations in the current fund and beach utility operating fund and an overexpenditure of an appropriation in the sewer utility operating fund.

Recommendation

We recommend that internal control procedures be enhanced to avoid overexpenditure of appropriations.

#2021-002

Comment

We noted that there were interfund balances at year-end.

Recommendation

We recommend that, where practicable, interfund balances be liquidated prior to year-end or subsequently liquidated on a timely basis in the following year.

#2021-003

Comment

We noted that current year additions and dispositions to the general fixed assets accounting and reporting system were not maintained on a current and timely basis.

Recommendation

We recommend that the general fixed assets accounting and reporting system be maintained on a current and timely basis.

BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

COMMENTS AND RECOMMENDATIONS
YEAR ENDED DECEMBER 31, 2021
(Continued)

Other Internal Control and Compliance Matters

#2021-004

Comment

We noted that there were inactive accounts recorded on the balance sheets of various Borough funds.

Recommendation

We recommend that inactive accounts recorded on the balance sheets of various Borough funds be reviewed on an annual basis for potential disposition.

#2021-005

Comment

We noted that dedication by riders were not obtained from the Division of Local Government Services for certain reserve balances recorded in the other trust fund.

Recommendation

We recommend that all reserve balances recorded in the other trust fund be reviewed and where appropriate, dedication by rider resolutions be adopted and submitted to the Division of Local Government Services for approval.

#2021-006

Comment

The prior year auditor recommended that employment contracts be reviewed to ensure that compensated absence amounts do not exceed the maximum permissible limits. Currently, the Borough has engaged accounting consultants to review prior and current year employment contracts.

Recommendation

We recommend that, once prior and current year employment contracts are finally reviewed, the Borough consult with its attorney to ensure that its labor contracts and employee agreements are in compliance with applicable State of New Jersey statutes.

BOROUGH OF BRADLEY BEACH
COUNTY OF MONMOUTH
STATE OF NEW JERSEY

COMMENTS AND RECOMMENDATIONS
YEAR ENDED DECEMBER 31, 2021
(Continued)

Other Internal Control and Compliance Matters

#2021-007

Comment

The prior year auditor recommended that detailed escrow accounts be maintained for the planning board, and that these accounts be reconciled to general ledger.

Recommendation

We recommend that, once detailed escrow accounts for the planning board are finally analyzed and established, these accounts be reconciled to the general ledger on a current and timely basis.

#2021-008

Comment

The prior year auditor recommended that clearing account monthly receipts and disbursements be recorded in the general ledger and reconciled to the clearing account bank statement.

Recommendation

We recommend that clearing account bank reconciliations be completed and reconciled to the general ledger on a current and timely basis.

Status of Prior Year Recommendations

Corrective action was taken by the Borough on all recommendations made by the prior year auditor. However, the prior year recommendations designated as #2021-007 and #2021-008 have yet to be finally resolved.

The aforementioned comments and the related recommendations are not of sufficient materiality whereby they would affect our ability to express an opinion on the Borough's regulatory basis financial statements taken as a whole.